

MONTHLY MARKET OUTLOOK

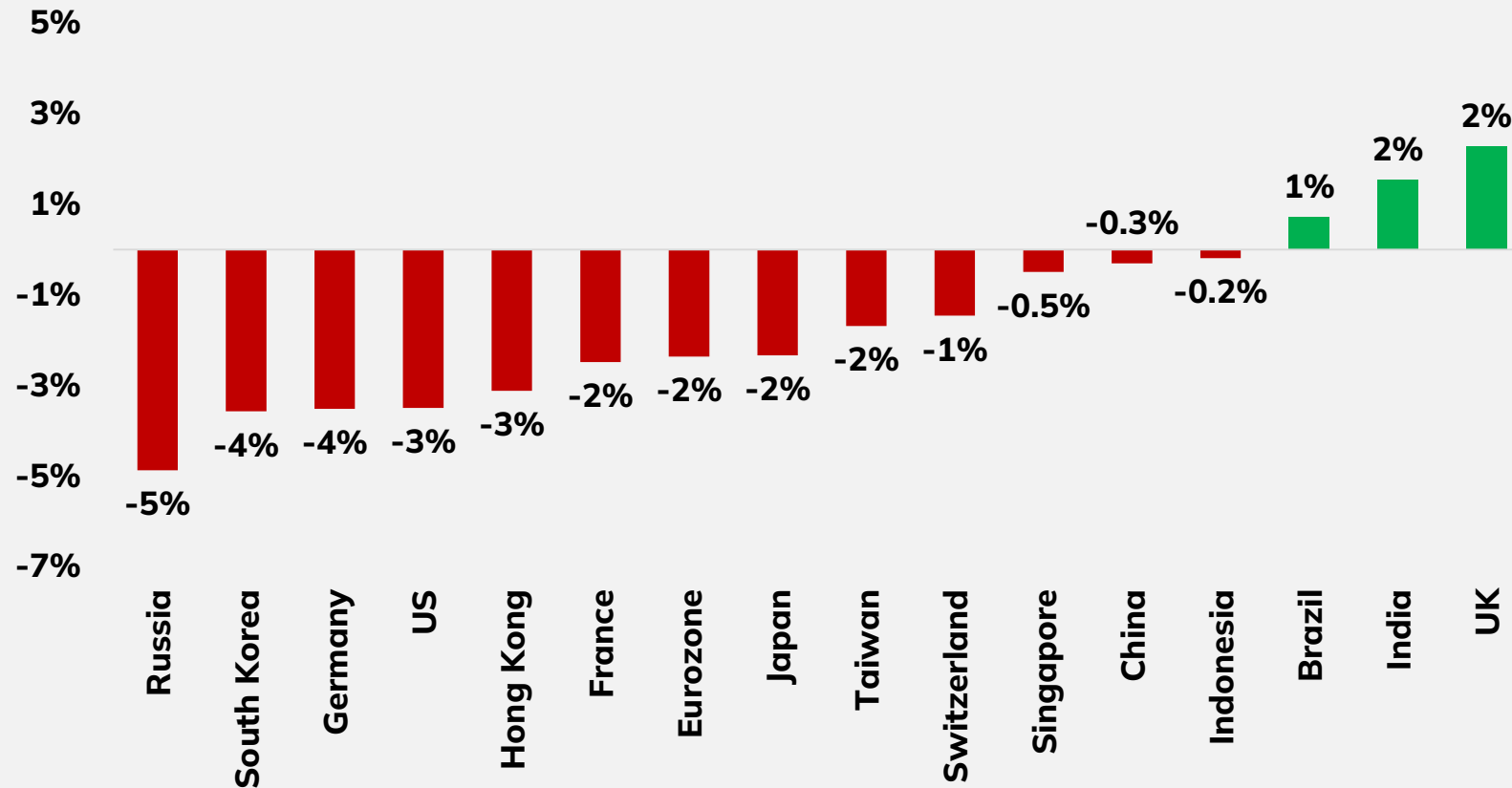


OCTOBER 2023



Global Indices Performance

Absolute Returns -September 2023



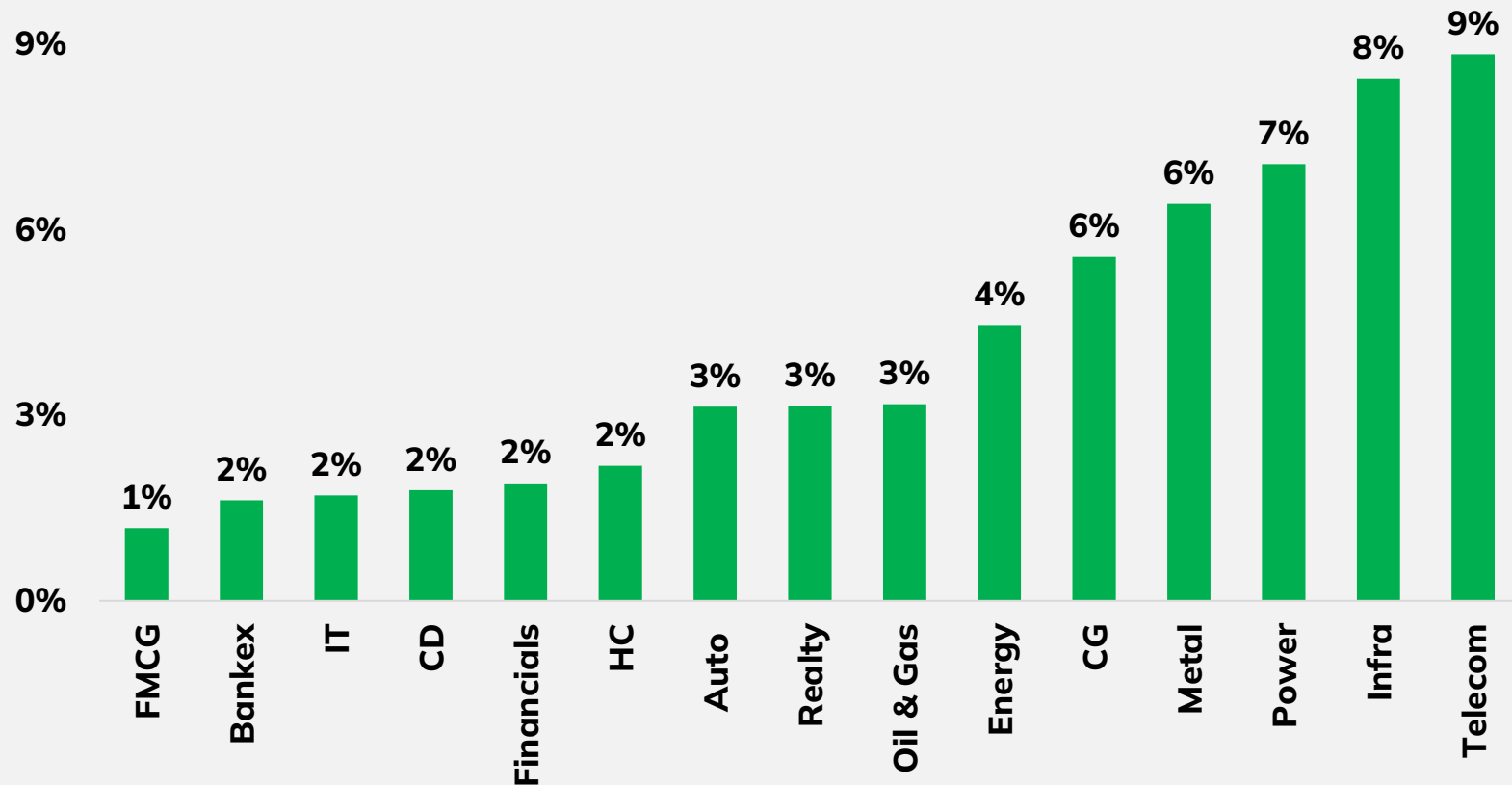
- Markets declined as Global central banks signaled their 'Higher for Longer' narrative for interest rates
- Subdued business surveys across major economies and China's growth engine showing alarming data further stoked bearish sentiments

Germany - DAX Index; China - SSE Composite Index; France - CAC 40 Index; Japan - Nikkei; Eurozone - Euronext 100; Hong Kong - HangSeng; US - Dow Jones; Singapore - Strait Times; Russia - RTS Index; Indonesia - Jakarta Composite Index; U.K. - FTSE; South Korea - Kospi; Brazil - Ibovespa Sao Paulo Index; Indonesia - Jakarta Composite Index; Switzerland - Swiss Market Index; Taiwan - Taiwan Stock Exchange Corporation; India - S&P BSE Sensex; Data Source: MFI. Returns are absolute returns for the index calculated between August 31, 2023 to Sep 30, 2023. Past performance may or may not sustain in future. MFI Explorer is a tool provided by ICRA Online Ltd. For their standard disclaimer please visit <http://www.icraonline.com/legal/standard-disclaimer.html>. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.



India – Sectoral Indices Performance

Absolute Returns - September 2023



- All the sectoral indices gained with Telecom sector leading the race
- DoT's recommendations for strengthening telecom infrastructure in the country enticed investors for telecom stocks
- While power sector witnessed gains due to high coal production levels, Oil & gas stocks rallied on the back of rising crude oil prices

DoT: Department of Telecommunication. All indices are of S&P BSE and carry the prefix of S&P BSE; Abbreviated CD - S&P BSE Consumer Durables; CG - S&P BSE Capital Goods; FMCG - S&P BSE Fast Moving Consumer Goods; HC - S&P BSE Health Care; Infra. - S&P BSE India Infrastructure; IT - S&P BSE Information Technology, Govt: Government, RBI: Reserve Bank of India. Data Source: MFI, BSE ; Returns are absolute returns for the TRI variant of the index (except Infrastructure Index) calculated between August 31, 2023 to September 30, 2023. Past performance may or may not sustain in future. The sector(s)/stock(s) mentioned in this slide do not constitute any recommendation and ICICI Prudential Mutual Fund may or may not have any future position in this sector(s)/stock(s). MFI Explorer is a tool provided by ICRA Online Ltd. For their standard disclaimer please visit <http://www.icraonline.com/legal/standard-disclaimer.html>. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.

India: The 'Goldilocks' story continues

(For the long term)



GOLDILOCKS

A large magnifying glass with a silver frame is positioned over the word 'GOLDILOCKS'. The word is written in a bold, blue, sans-serif font. The background of the slide is a dark blue with a faint, glowing grid pattern. In the bottom left corner, there is a blurred image of a candlestick chart with red and green bars. The word 'GOLDILOCKS' is also faintly visible in the background on the left side.

‘Goldilocks’: Still in the game!

Tracking weak global cues and softening domestic macro indicators have put questions on ‘Goldilocks’ story of Indian Economy. ‘Goldilocks’ is a state of Economy wherein the country experiences period of ‘High Growth’ & ‘Low Inflation’

In the long run, while India’s Goldilocks story may remain intact. But in near-term that may not be the case as inflation though on its downtrend but continues to remain on higher side and Growth may soften in the near-term. We believe that in near-term volatility may persist as rural growth continues to lag urban growth, deficient rainfall may impact inflation & demand, global slowdown may affect exports and rising crude prices may contribute to external sector risks. **Hence, near-term ‘Goldilocks’ picture looks hazy**

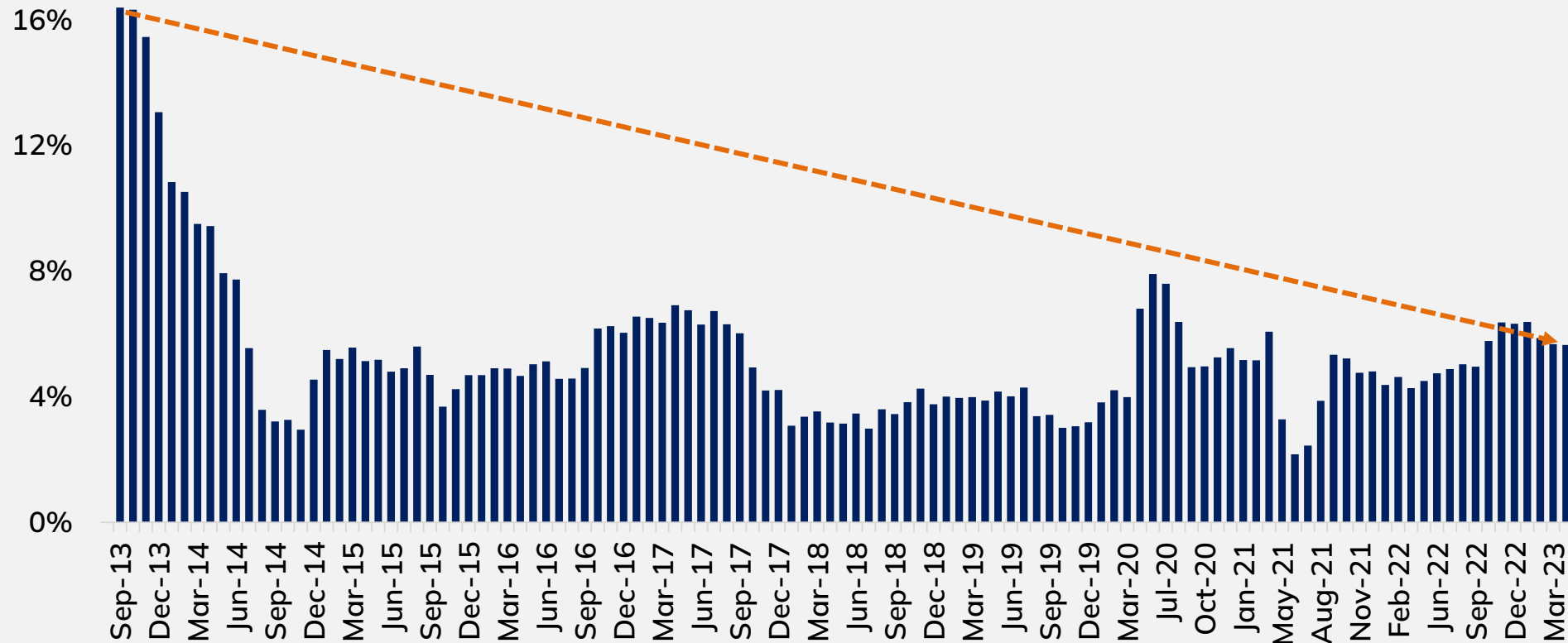
However, with strong capex momentum, sustained government revenues, decent corporate profitability, indigenization, favorable demographics & strong bank balance-sheets, **the long term picture looks bright and clear**



Near Term Picture – Rural Growth playing a catch down

Weak rural wage growth may trickle down to rural consumption which is already lagging behind

Rural Wage Growth (YoY %)



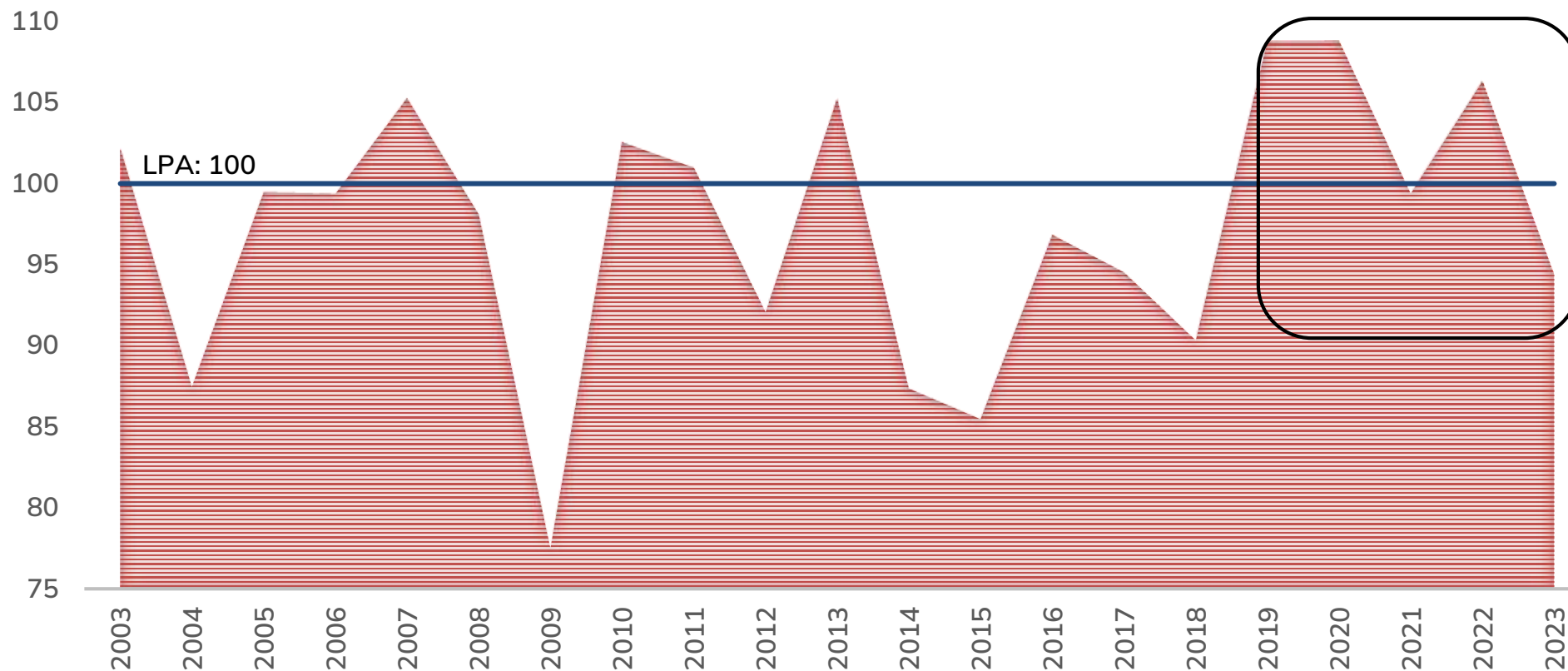
High rural inflation is likely to keep wage growth contained in the near-term thereby slowing rural consumption



Near Term Picture – Deficient Monsoon

India reports higher rainfall deficit (*approx. 6%*) in 2023 against IMD estimates of 4%

MONSOON RAINS TRENDING BELOW LONG PERIOD AVERAGE



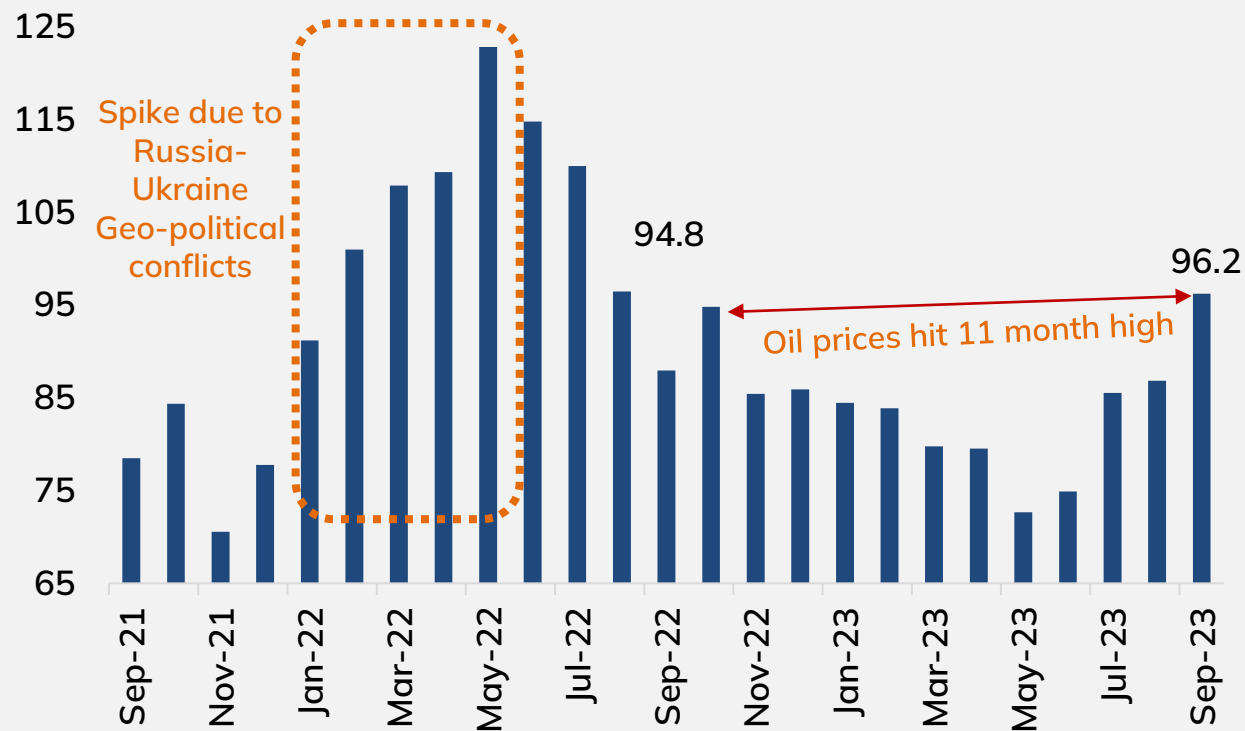
Deficient Rains may
weaken rural demand,
spur high inflation &
compel government to
curb export of
commodities



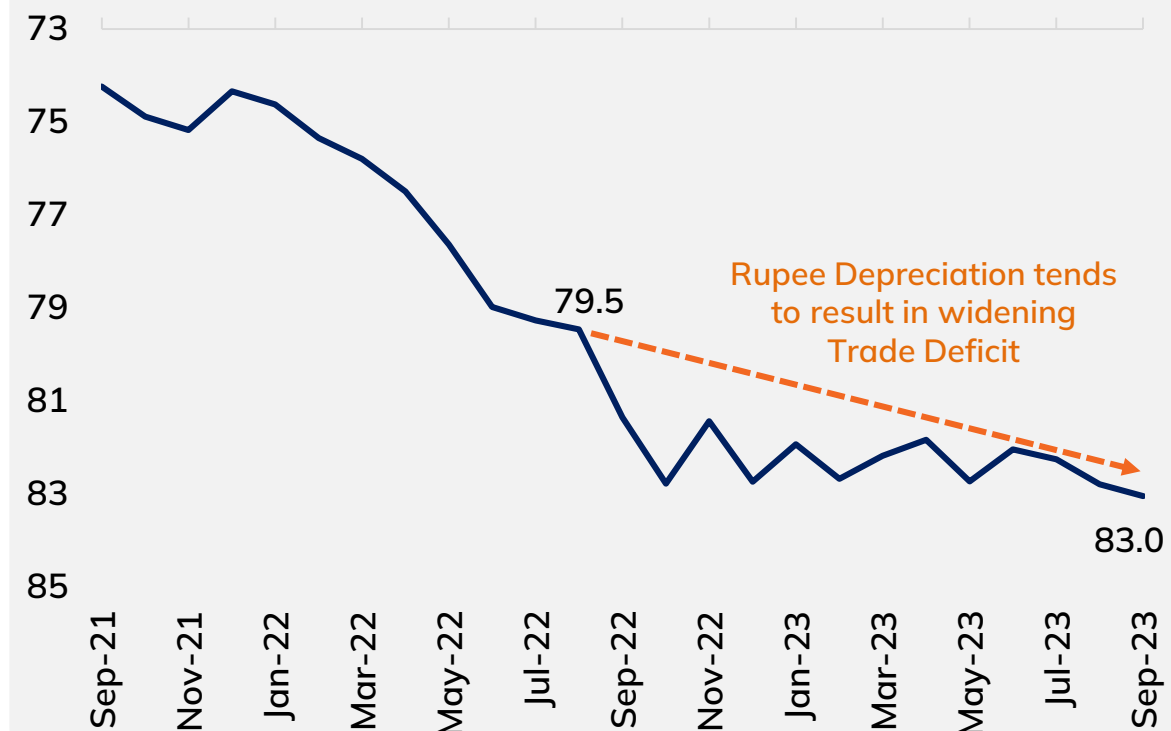
Near Term Picture – Oil on the boil

India being net importer of oil, high crude prices may result in rupee depreciation & higher trade deficits in the near-term

Brent Crude Prices (\$/bbl)



Rupee Movement (USD/INR)

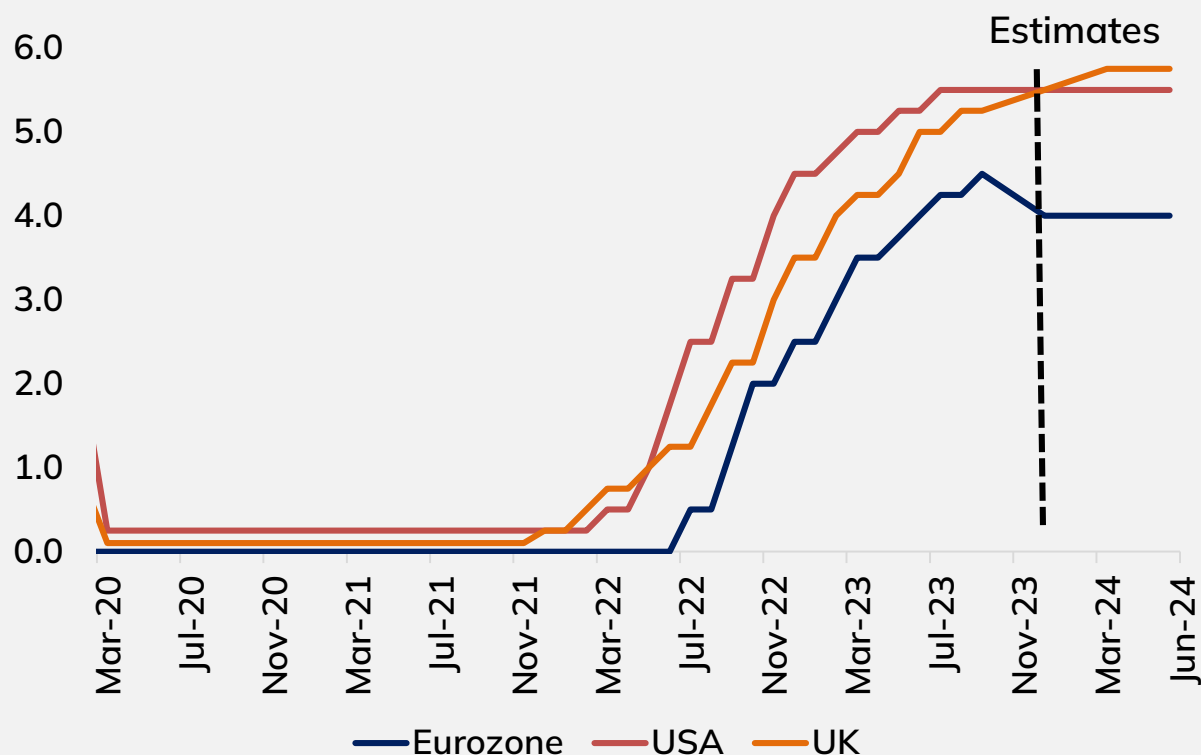




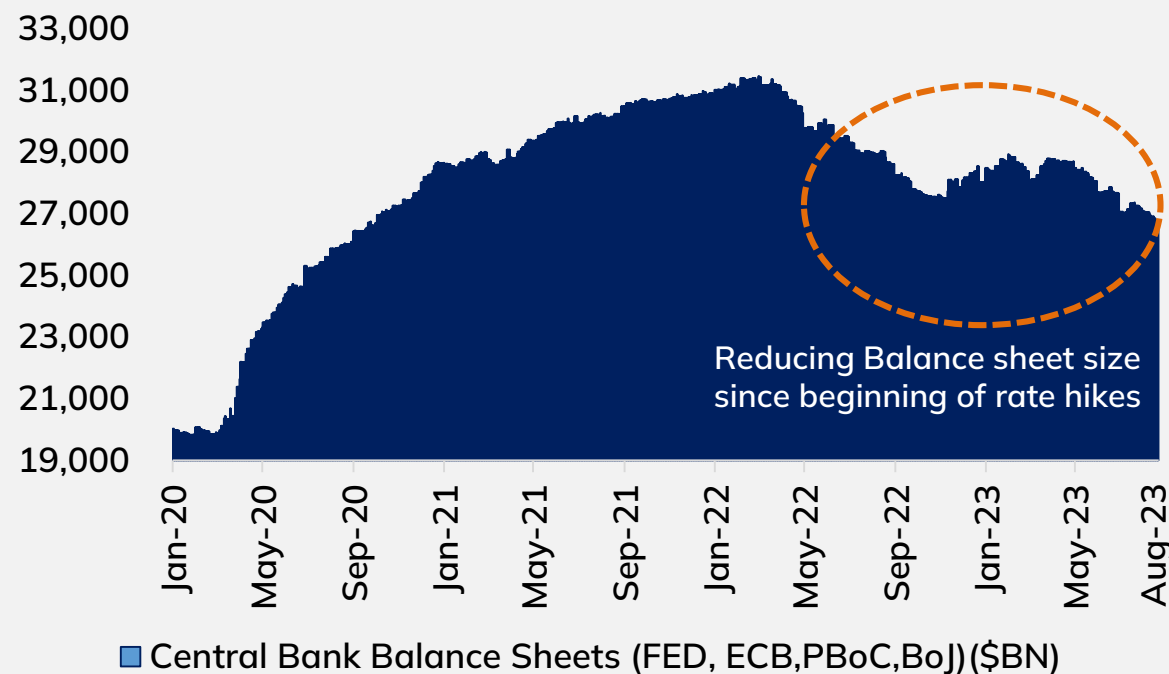
Near Term Picture – Higher for Longer Interest rates

Expectations of high Interest Rates + shrinking Central Bank Balance sheets likely to decelerate global growth engine

Global Central Bank Policy Rates



Central Bank Balance Sheets (FED, ECB,PBoC,BoJ) (\$BN)



Data as on Aug 21, 2023 for Central Bank Balance Sheets. Data as on Sep 30, 2023 is considered for Central Bank Policy Rates. Data Source: ICICI Securities & JP Morgan. Fed: Federal Reserve System of US, ECB: European Central Bank, BoJ: Bank of Japan, PBoC: People's Bank of China, USA: United States of America, UK: United Kingdom. Estimates refer to JP Morgan Estimates. Past performance may or may not sustain in future. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.



Near Term Picture – Moderating Service Exports

**Downtrend of services export may continue in the near-term as
Global slowdown is likely to have a bearing on India's Services exports**

Slowing Services Exports of India



Data as on Aug 31, 2023 is considered. Source – Equirus Research, MMA: Month Moving Average. Past performance may or may not sustain in future. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.

Zooming out a little...



Long term picture – Indian Govt. sustains its firepower

**India stands relatively less scathed
to high global interest rates**

Govt. Debt to GDP(%)

Japan



261.3

US



121.4

France



111.7

UK



101.4

India



83.1

China



77.1

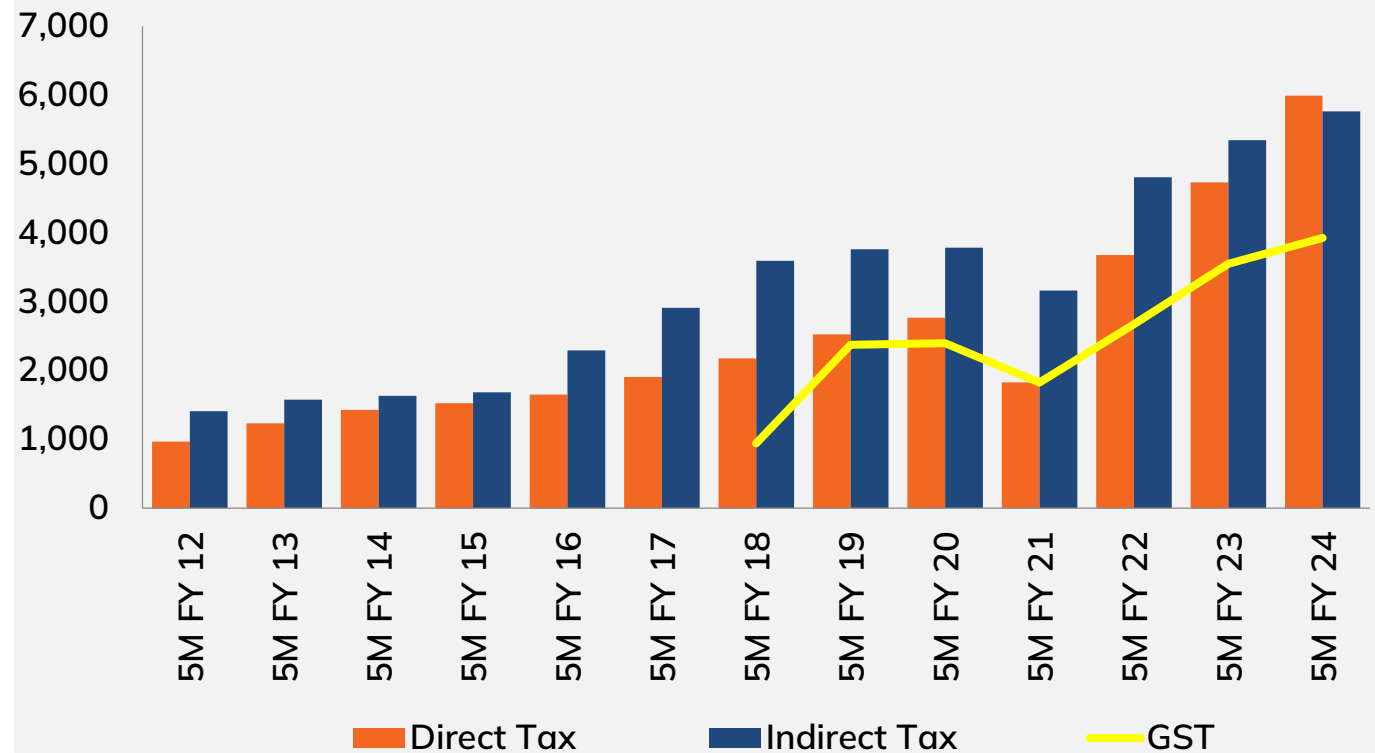
Taiwan



27.5

**Buoyant Tax collection likely to help the Govt.
keep its fiscal deficit in check**

Central Govt. Tax Revenues (INR Bn)



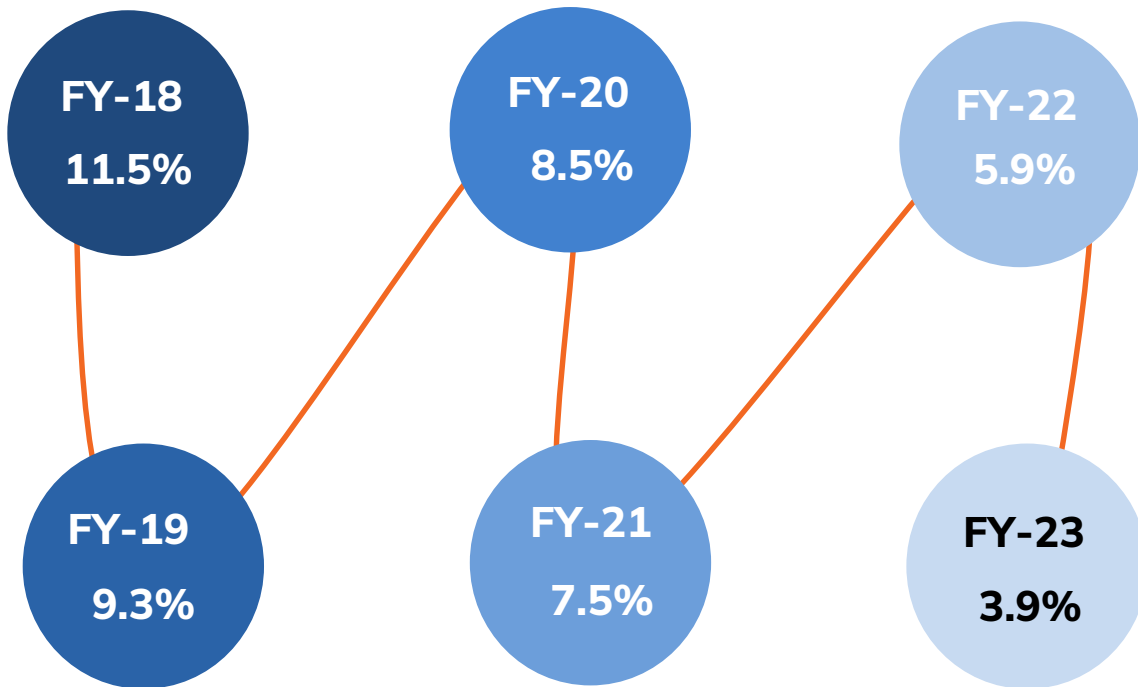
For Govt. Debt to GDP: Data as on March 31, 2022 is considered. For Central Govt. Tax Revenues: Data as on Aug 31, 2023 is considered. Source: Morgan Stanley & Avendus Spark Capital. GDP: Gross Domestic Product, FY: Financial Year, M: Months, Bn: Billion, Govt.: Government. Past performance may or may not sustain in future. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.



Long Term Picture – Banking Health

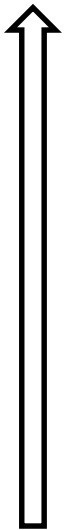
Indian banks remain relatively stable amidst Global Banking Crisis due to
i) Improved management of Non Performing Loans and ii) Constantly rising Net Interest Margins

Gross Non Performing Loans (%)



Net interest Margins (%)

Years	Bank's Net Interest Margins (%)
FY-22	3.3
FY-21	3.3
FY-20	3.2
FY-19	3.1
FY-18	2.8

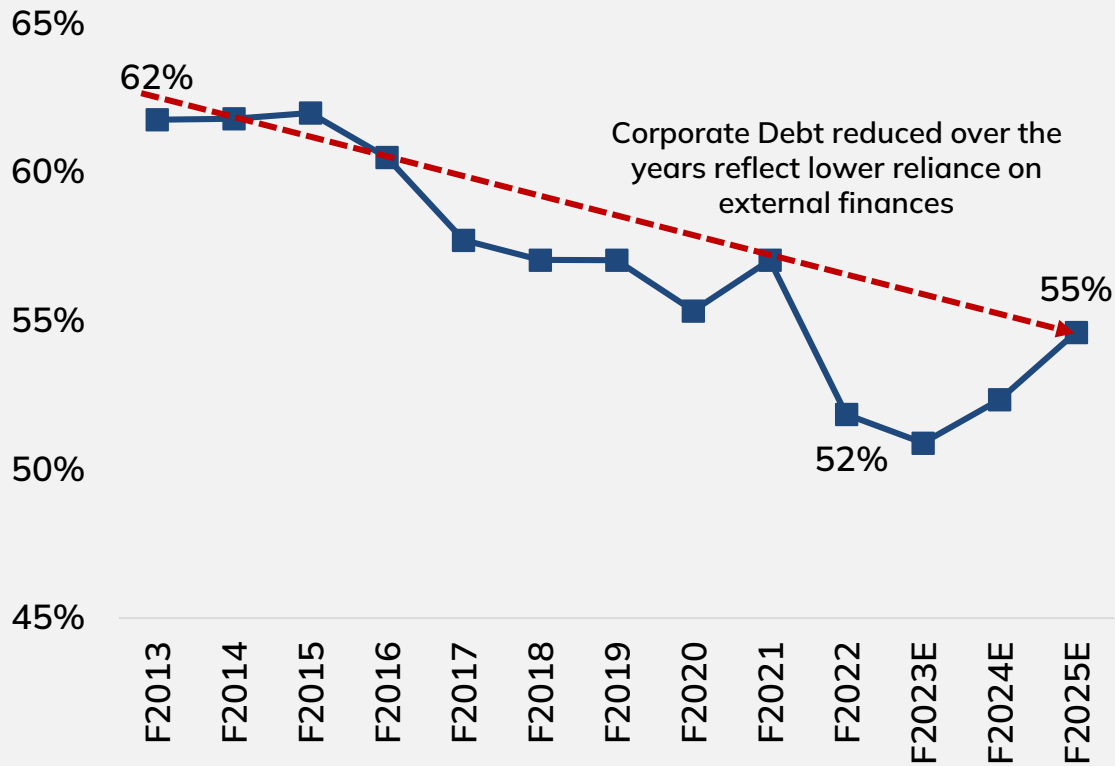




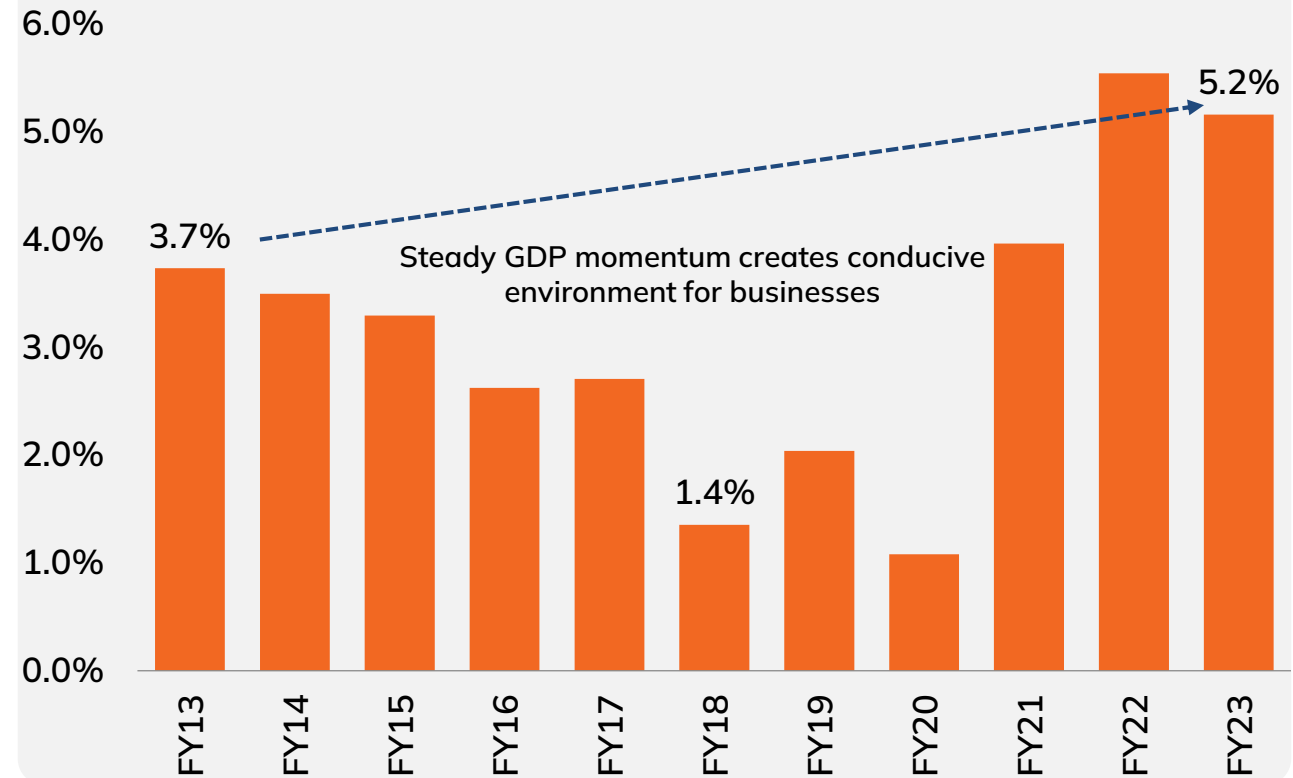
Long term picture – Corporate Profitability

India's Economic growth has bolstered corporate profits and reduced corporate's reliance on large finances

Corporate Debt (% of GDP)



Corporate Profit to GDP (%)



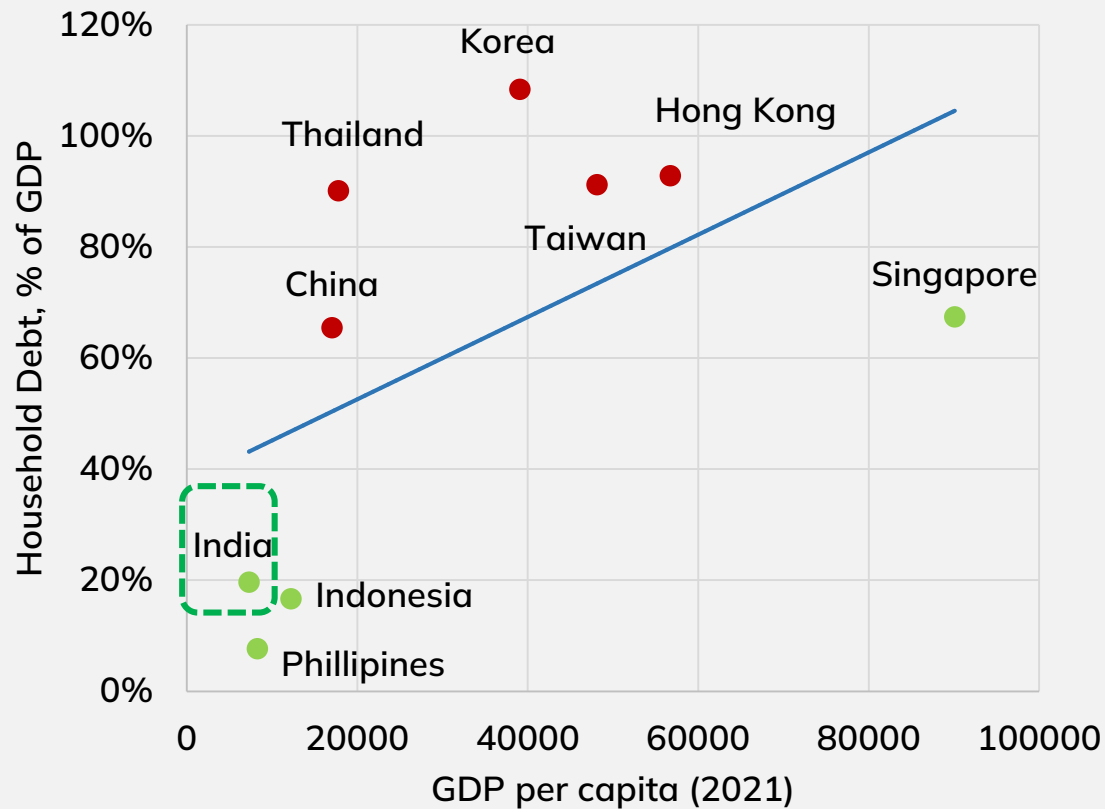
Data Source: Morgan Stanley and Avendus Spark. F: Financial Year. FY: Financial Year. E: Estimates. Past performance may or may not sustain in future. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.



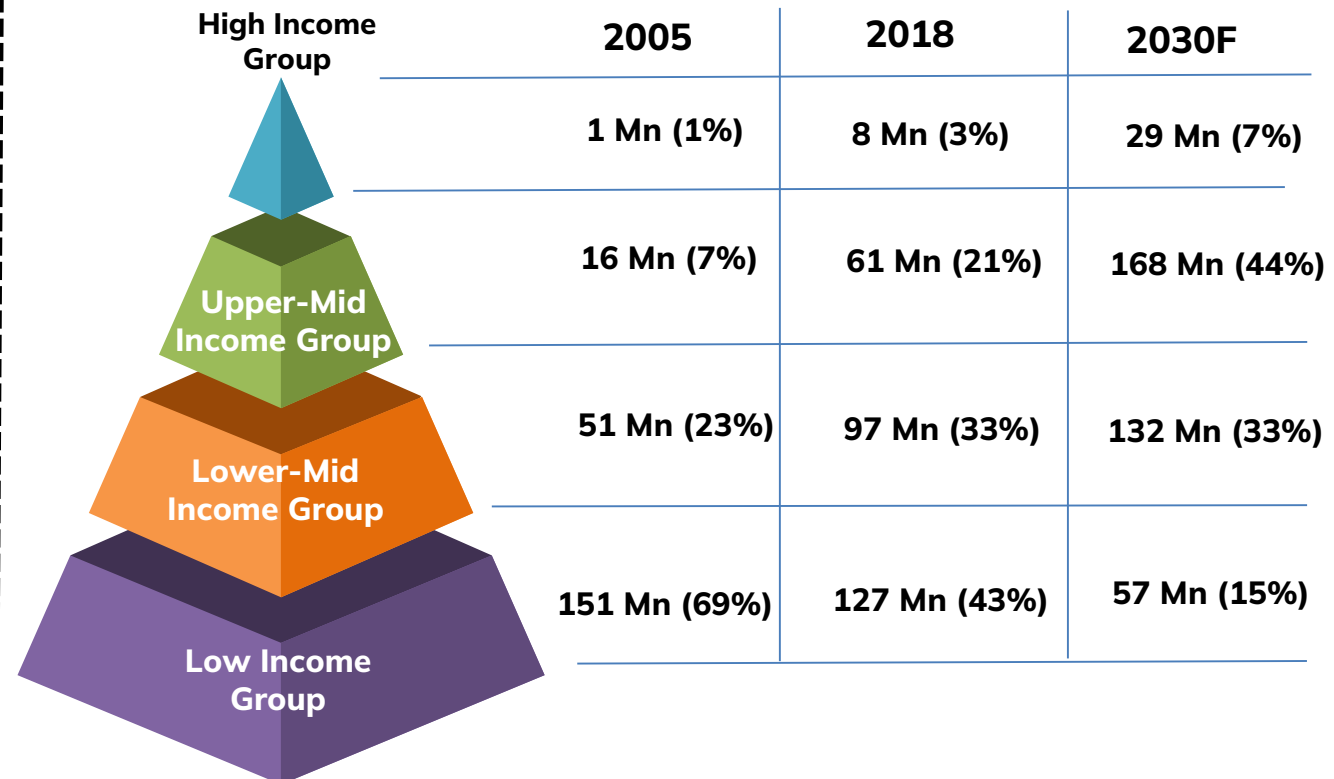
Long term picture – Household Demand

**Lower Household Debt and changing Income Distribution Dynamics
create conducive environment for blooming consumer demand**

Household Debt to GDP



Household Income Distribution
(No. of Households in each income level group)



Data Source: Morgan Stanley and Macquarie Research. GDP: Gross Domestic Product, F: Forecasts, Mn: Million, For High Income Group, Annual income per household is >30L, for Upper Mid: Annual income above 6 L but below 30L, For Lower Mid, Annual income below 6L and above 3L and for Lower Income, Annual Income lower than 3L is considered. L: Lakhs. Past performance may or may not sustain in future. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.



Long Term Picture – India's PMI remains brightest

India is consistently outperforming major economies in terms of manufacturing activity

	India	US	Eurozone	UK	China	Japan
Sep-22	55.1	52.0	48.4	48.2	48.1	50.8
Oct-22	55.3	50.4	46.4	46.2	49.2	50.7
Nov-22	55.7	47.7	47.1	46.5	49.4	49.0
Dec-22	57.8	46.2	47.8	45.3	49.0	48.9
Jan-23	55.4	46.9	48.8	47.0	49.2	48.5
Feb-23	55.3	47.3	48.5	49.3	51.6	47.7
Mar-23	56.4	49.2	47.3	47.9	50.0	49.2
Apr-23	57.2	50.2	45.8	47.8	49.5	49.5
May-23	58.7	48.4	44.8	47.1	50.9	50.6
Jun-23	57.8	46.3	43.4	46.5	50.5	49.8
Jul-23	57.7	49	42.7	45.3	49.2	49.6
Aug-23	58.6	47.9	43.5	43	51.0	49.6
Sep-23	57.5	49.8	43.4	43.3	50.6	48.5

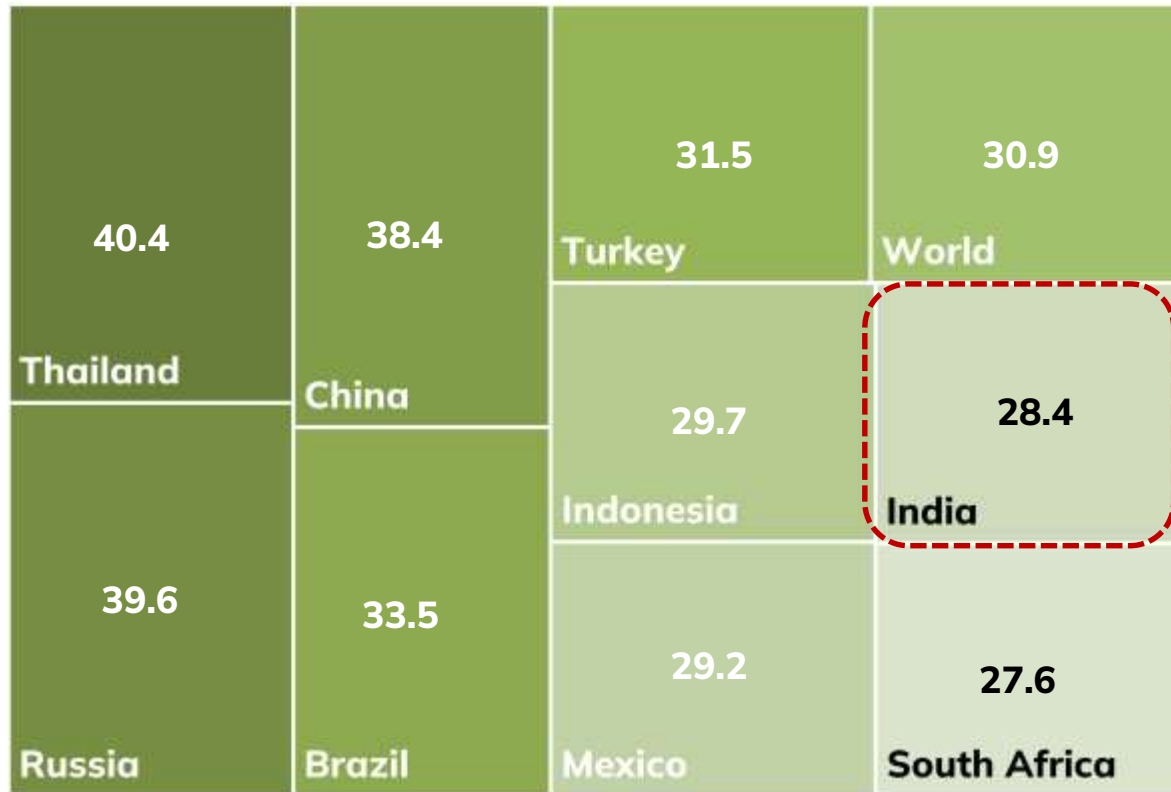
Source – Axis Capital and Equirus Research. PMI – Purchasing Managers Index, US – United States, UK – United Kingdom. PMI >50 indicates expansion and <50 indicates contraction. Readings above 50 are shown in green color and below 50 are shown in red color. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.



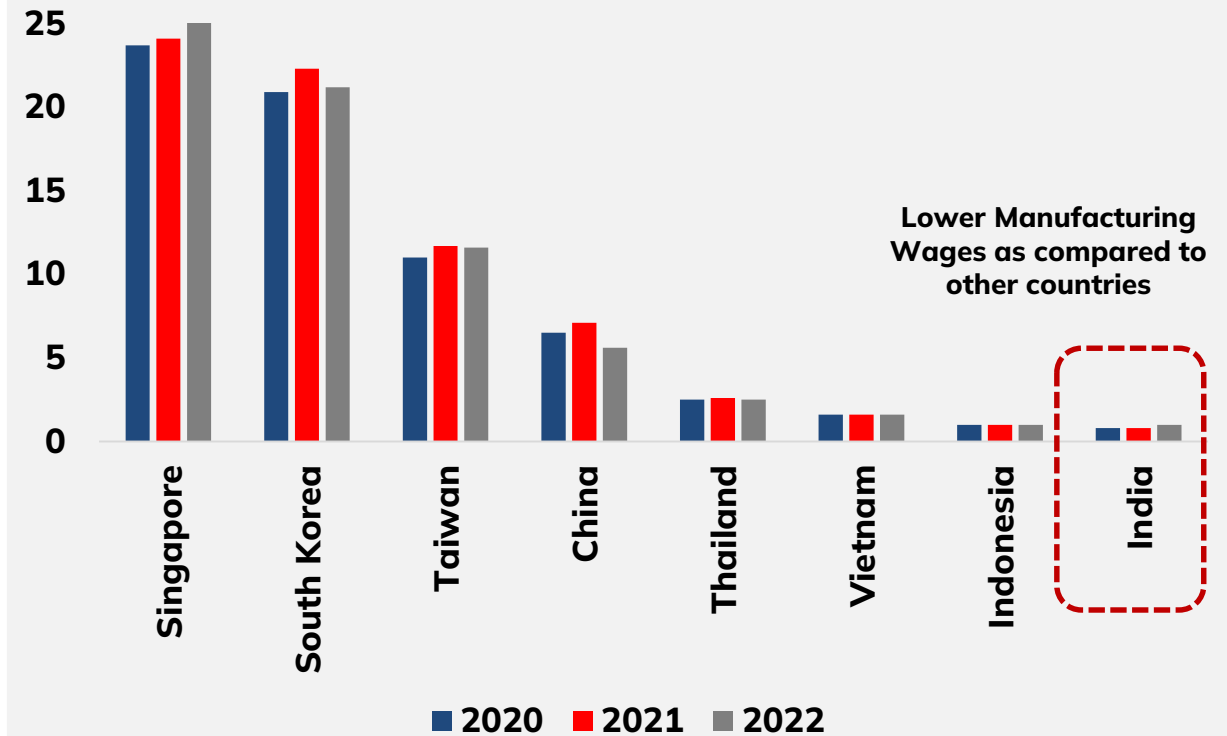
Long term picture – Favorable Demographics

**Confluence of younger population mix and lower wage rates
braces for high manufacturing growth in India**

Median Age of Population(2020, Years)



Manufacturing Wage(US\$/hr)



Data is shown on calendar year basis. US\$: US Dollar. Data Source: Macquarie Equity Research and Morgan Stanley. Past performance may or may not sustain in future. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.

Valuations Update



Market goes through Phases...

Burst Phase

- Lehman Crisis 2008
- Dot com burst – 2001

Good Time to Invest

- Equity Markets in 2013-16
- Equity Markets in 2009-11
- Debt Accrual Schemes in 2019
- Equity Markets in 2020

Boom Phase

- Equity Markets in 2011 & 2017
- Equity Markets currently

Bubble Phase

- Real Estate in 2013
- e-Commerce in 2014
- Bitcoin in 2017
- Equity in 2007 & 2000

Boring Phase

- Equity Markets in 2012

We are here!





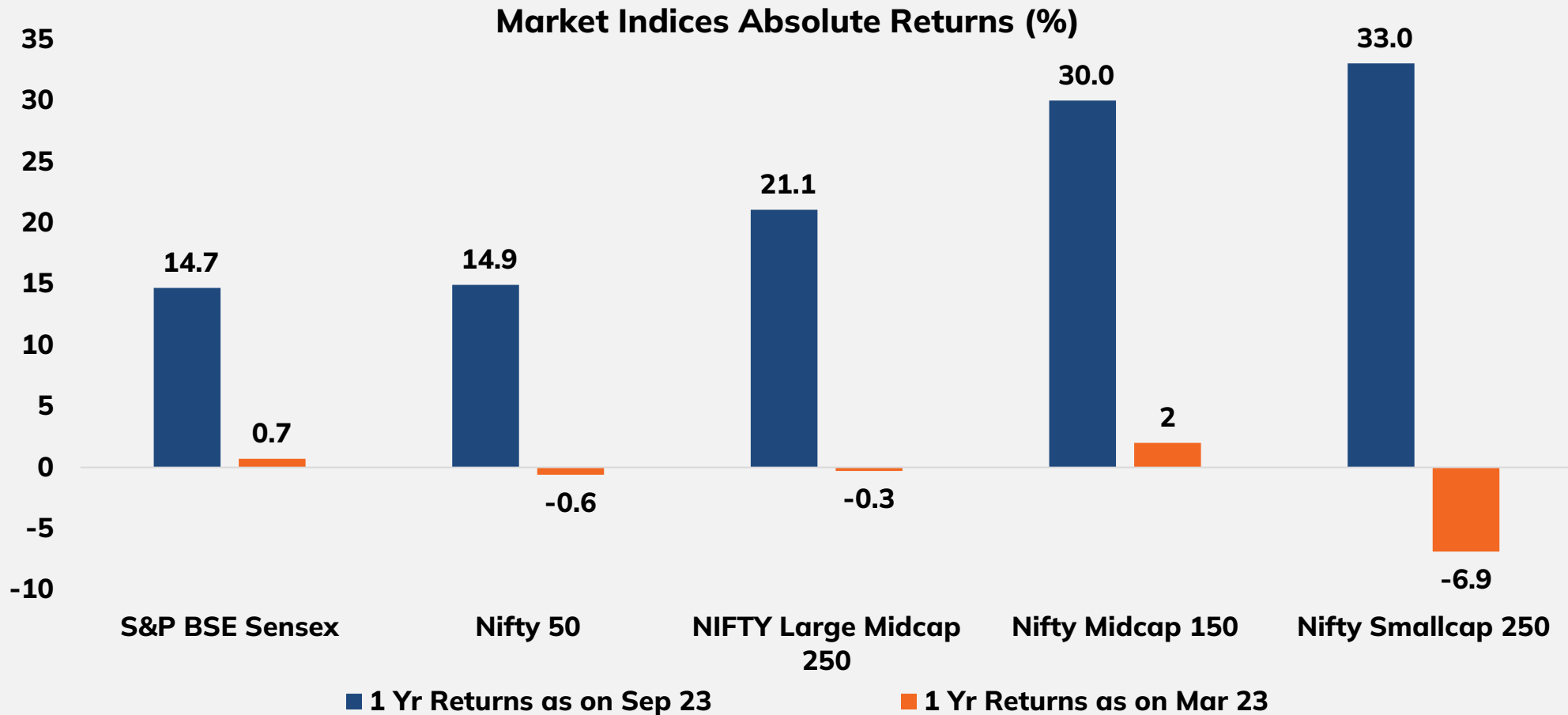
Why are we in a Boom Phase?

Indicators	Current Status	Fit for Boom Phase
Market Returns	High	✓
Market Valuations	Rising	✓
Sentiments	Positive	✓
Earnings Growth	High	✓
Production Growth	High	✓



Boom Phase: Markets yielding higher returns

Markets have rebounded at a faster pace in last 6 months



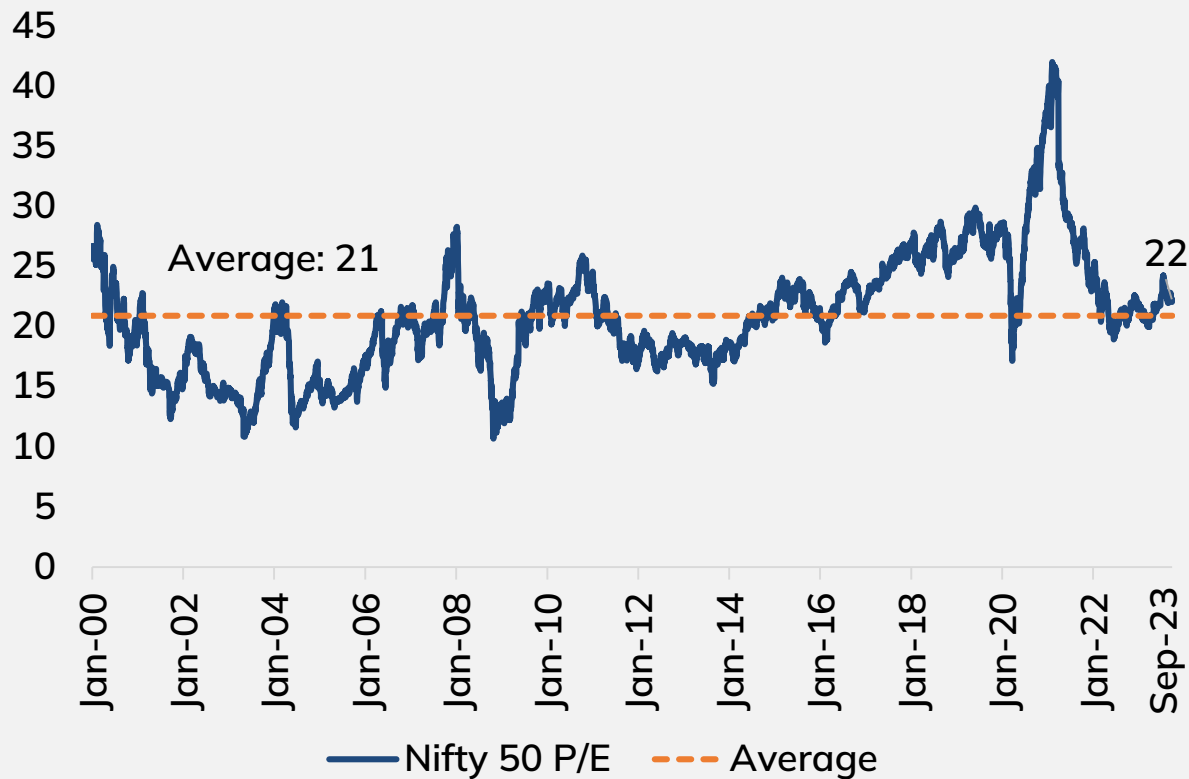
Source : MFIE. Data as on September 30, 2023. Past performance may or may not sustain in future. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.



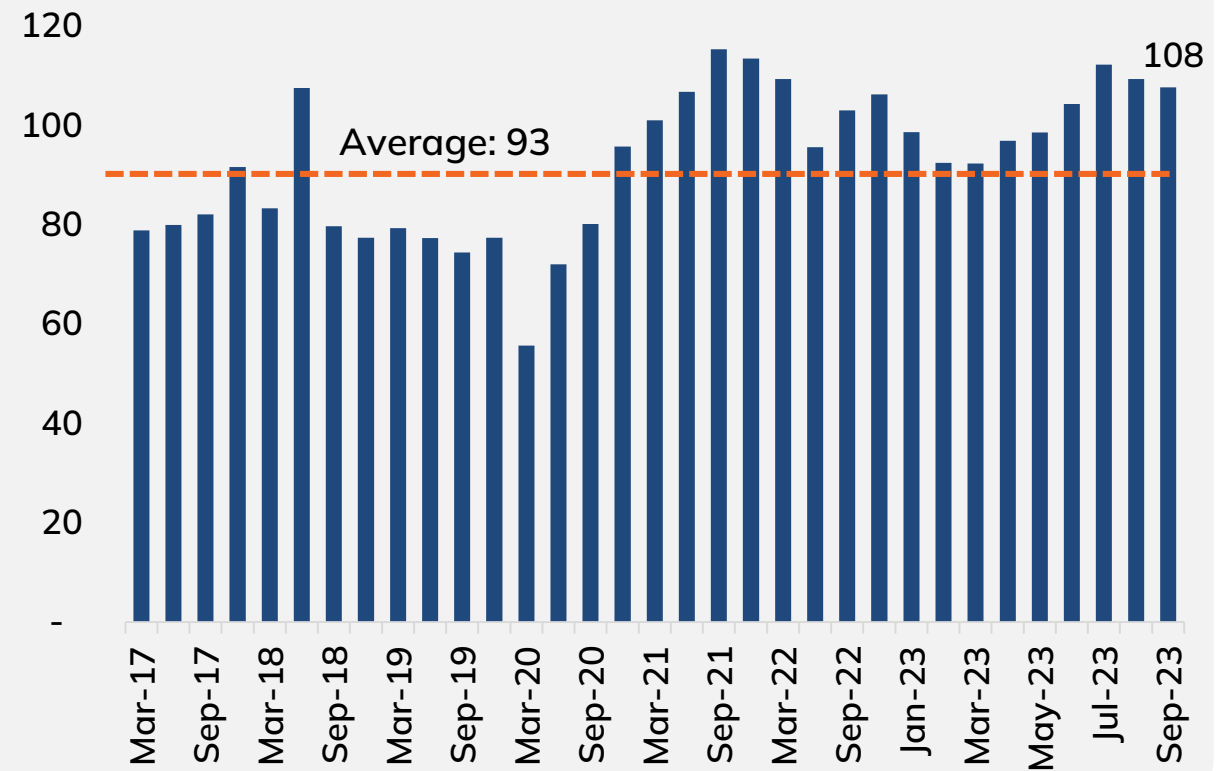
Boom Phase: Valuations on the higher end

Equity Market Valuations continue to trade above long term average

Nifty 50 P/E (x)



Indian Market Cap to GDP (%)



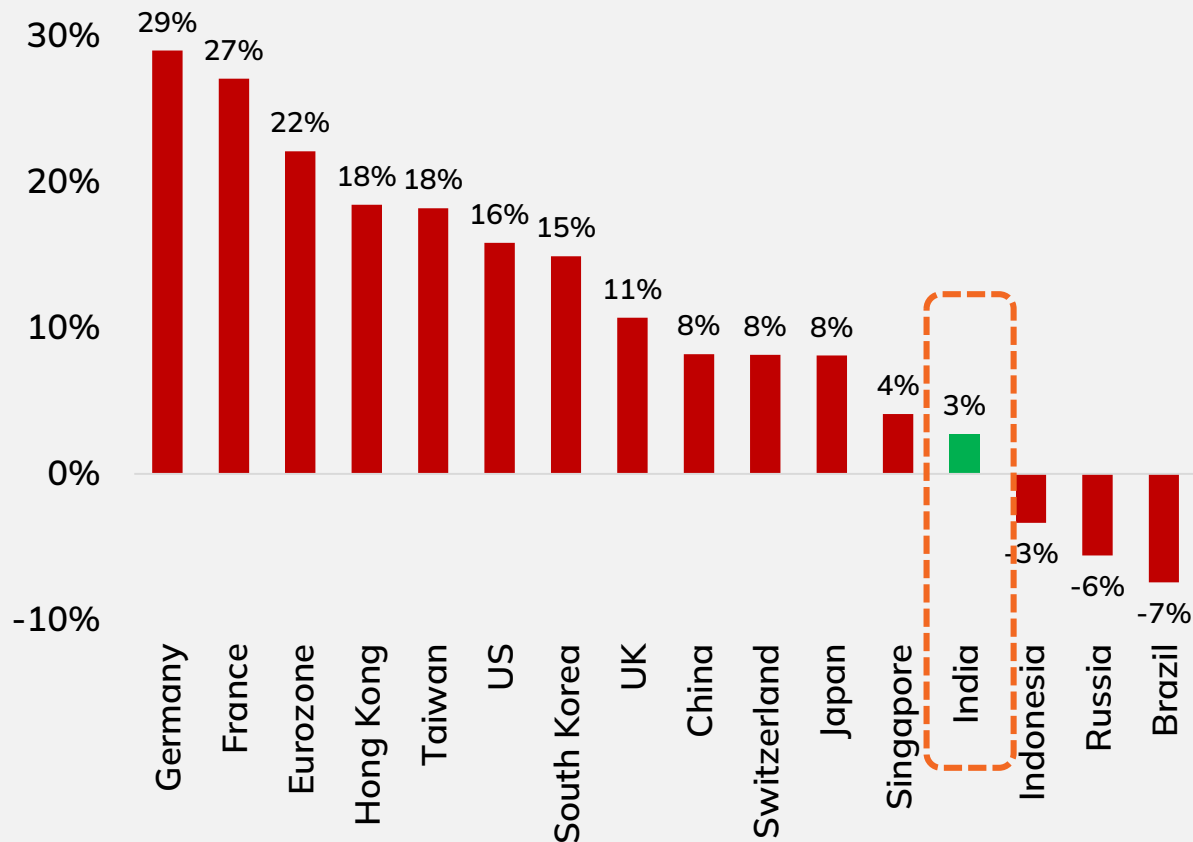
Source : NSE and Nuvama Research. . Data as on September 30, 2023. Past performance may or may not sustain in future. P/E – Price to Earning, GDP: Gross Domestic Product. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.



Boom Phase: Valuations on the higher end

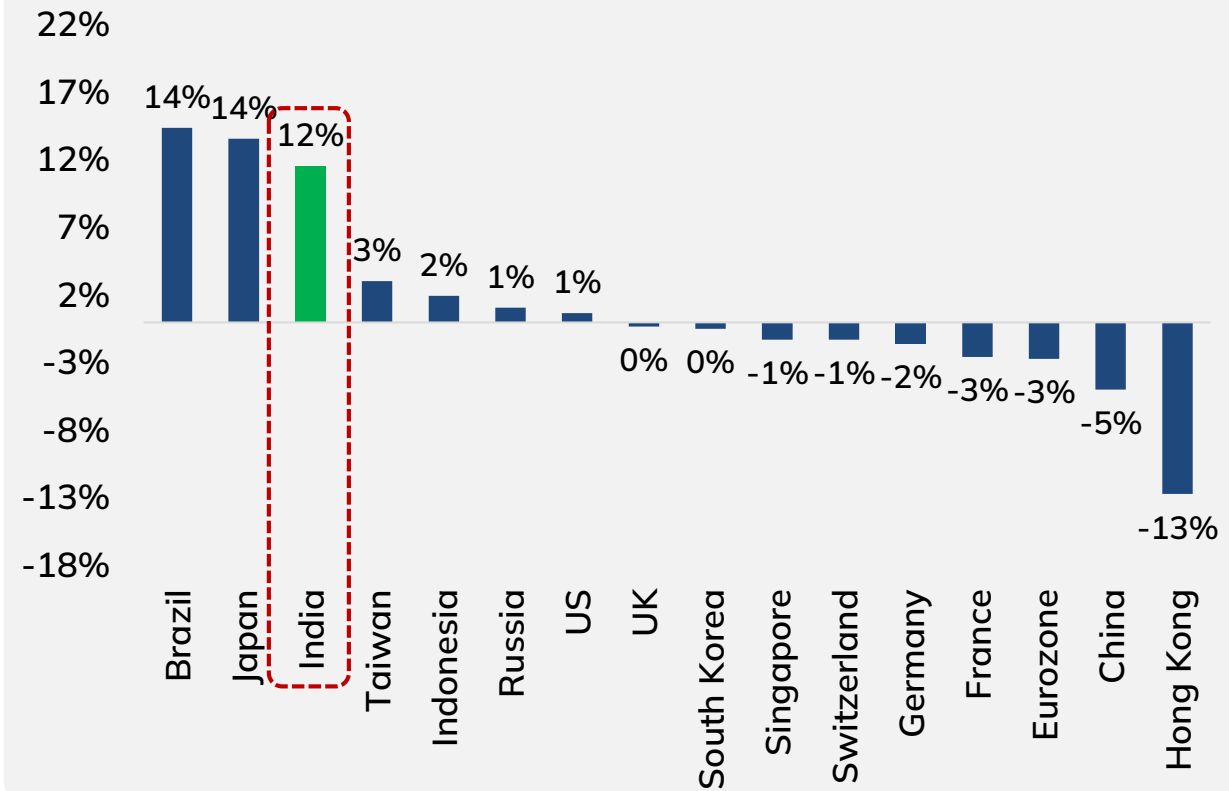
India's valuations cooled off between Sep-22 & Mar-23

Absolute Returns (Sep 30, 2022-Mar 31, 2023)



However, valuations are again on the rise...

Absolute Returns (Mar 31, 2023 - Sep 30, 2023)





Boom Phase: Valuations on the higher end

Share of Market Cap – (as a % of Total Market Cap)

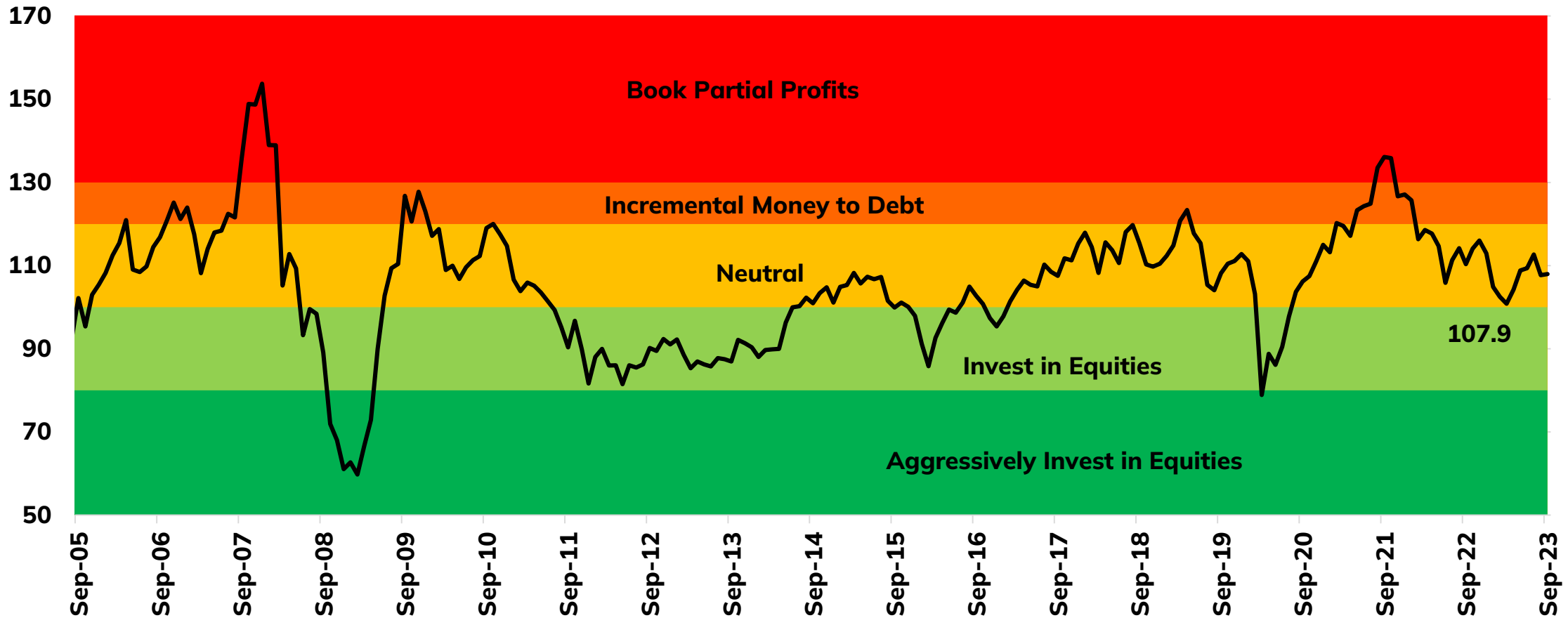
Period	Large Cap	Mid Cap	Small Cap
2004	87.1	9.3	3.6
2005	83.0	11.3	5.6
2006	81.9	11.5	6.7
2007	77.7	13.2	9.1
2008	82.7	10.9	6.4
2009	79.8	12.3	7.9
2010	78.0	12.5	9.4
2011	79.8	12.1	8.1
2012	77.9	13.4	8.7
2013	80.3	12.4	7.2
2014	76.8	14.1	9.1
2015	73.8	15.2	11.0
2016	72.9	15.3	11.8
2017	68.1	17.3	14.6
2018	72.0	16.3	11.7
Dec-19	74.9	15.6	9.5
Dec-20	74.2	15.5	10.2
Dec-21	68.7	16.8	14.5
Dec-22	69.2	16.1	14.7
Mar-23	68.9	16.4	14.6
Jun-23	67.5	16.9	15.6
Aug-23	64.7	17.7	17.6
Sep-23	65.0	17.7	17.3

Source: NSE. Data as on Sep 30,2023. Past performance may or may not sustain in future. Red indicates high valuations, Amber indicates neutral valuations and Green indicates attractive valuations. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.



Equity Valuation Index

Our Equity Valuations Index continues to remain in the neutral zone



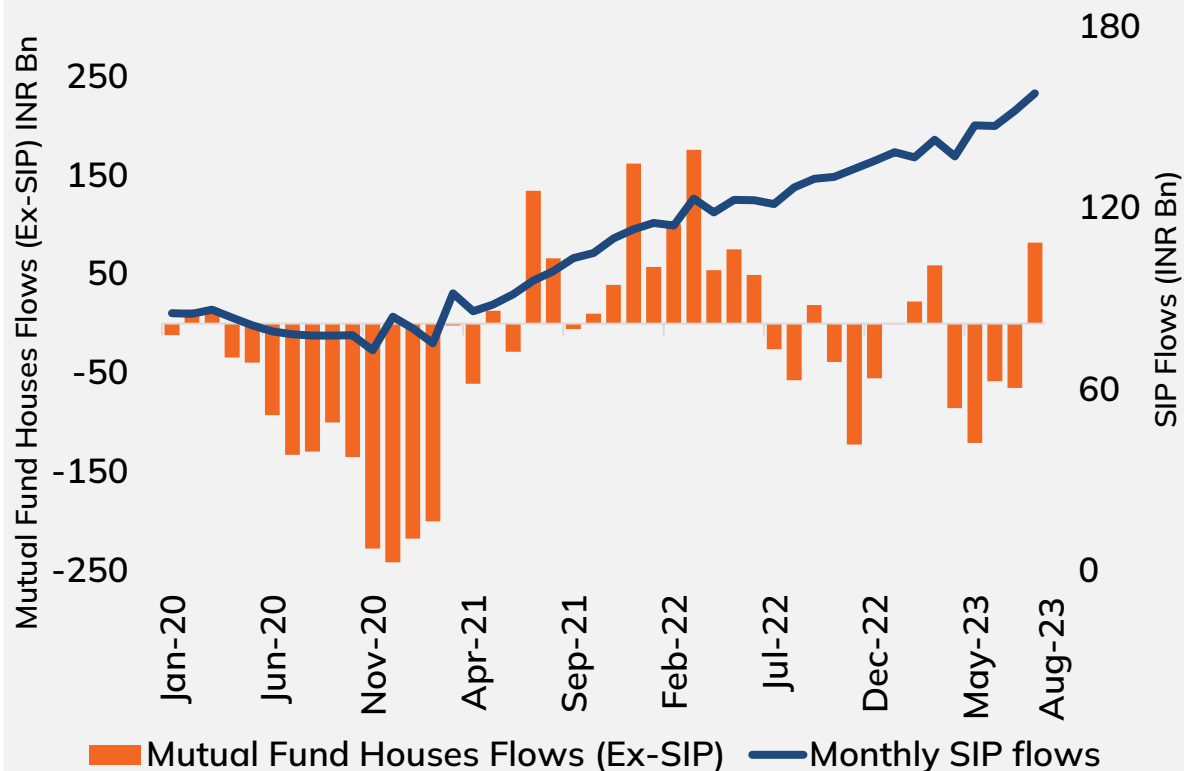
Equity Valuation index is calculated by assigning equal weights to Price-to-Earnings (PE), Price-to-Book (PB), G-Sec*PE and Market Cap to GDP ratio and any other factor which the AMC may add/delete from time to time.. G-Sec – Government Securities. GDP – Gross Domestic Product, Data as on September 30, 2023 has been considered. Equity Valuation Index (EVI) is a proprietary model of ICICI Prudential AMC Ltd. (the AMC) used for assessing overall equity market valuations. The AMC may also use this model for other facilities/features offered by the AMC. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.



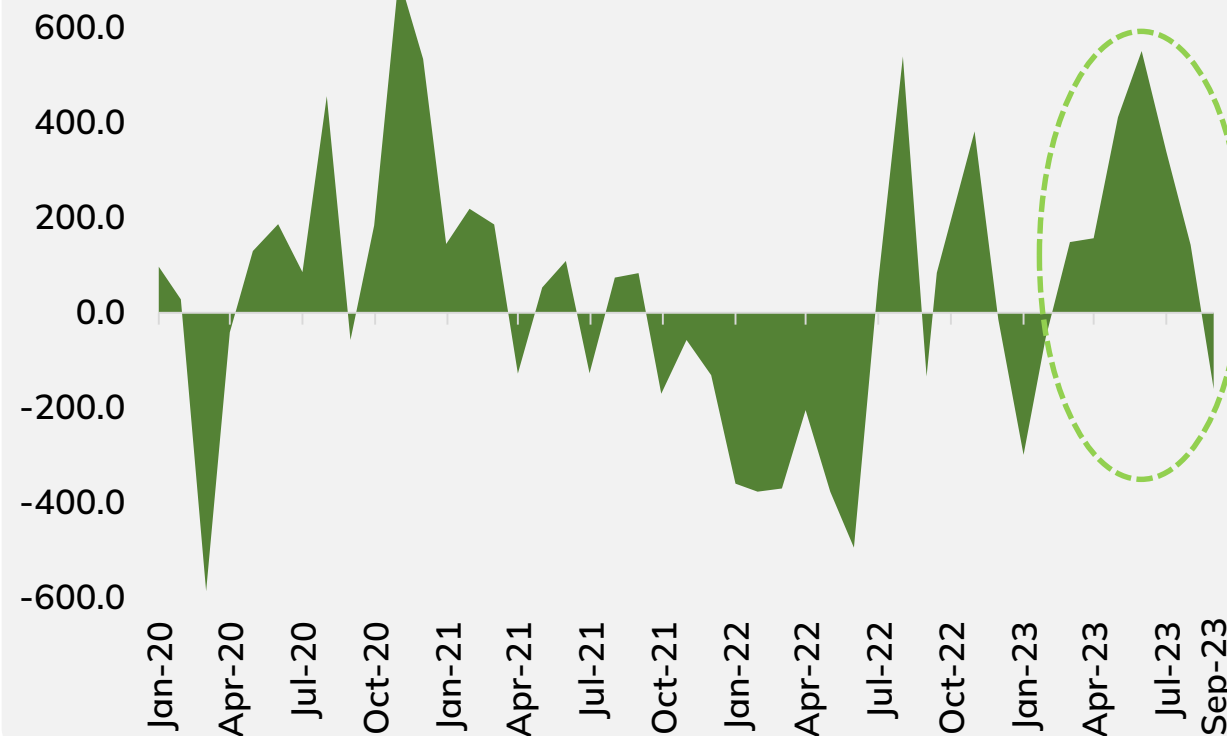
Boom Phase: Investor Sentiments – Positive to Neutral

Consistent SIP flows are driving the buying spree for Mutual Fund Houses
However, FPI Flows turned negative, snapping six month buying trends

Consistent SIP Flows



FPI Equity Flows (INR Mn)

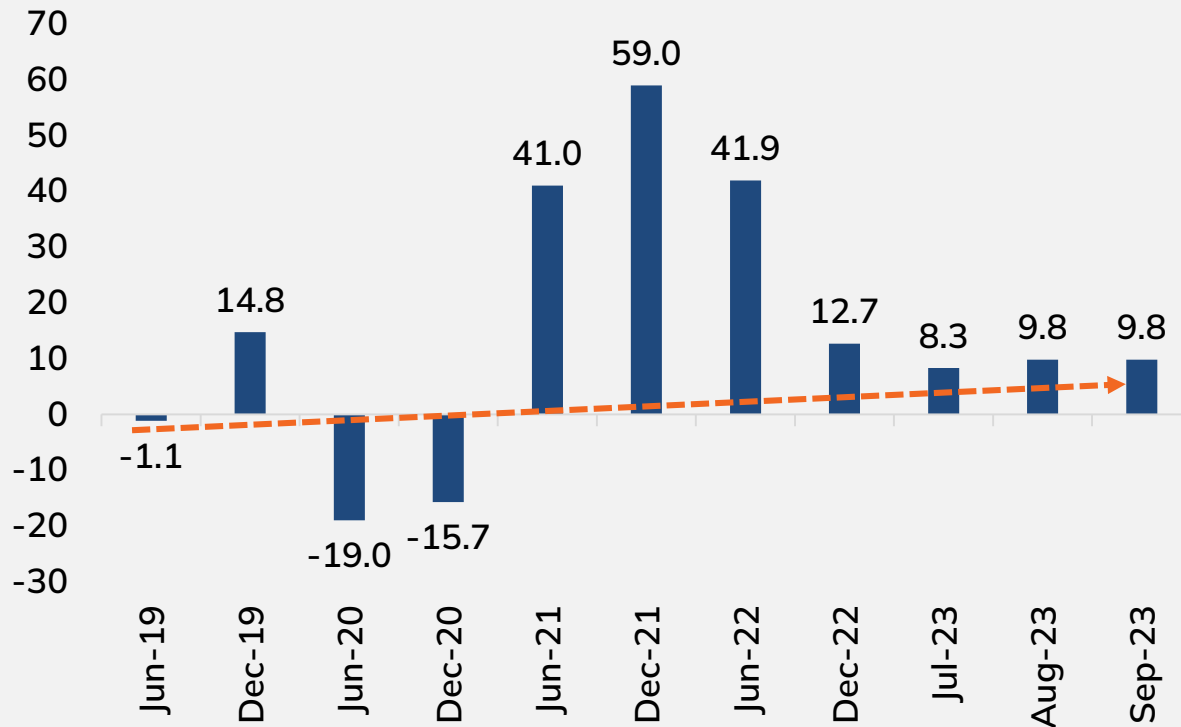




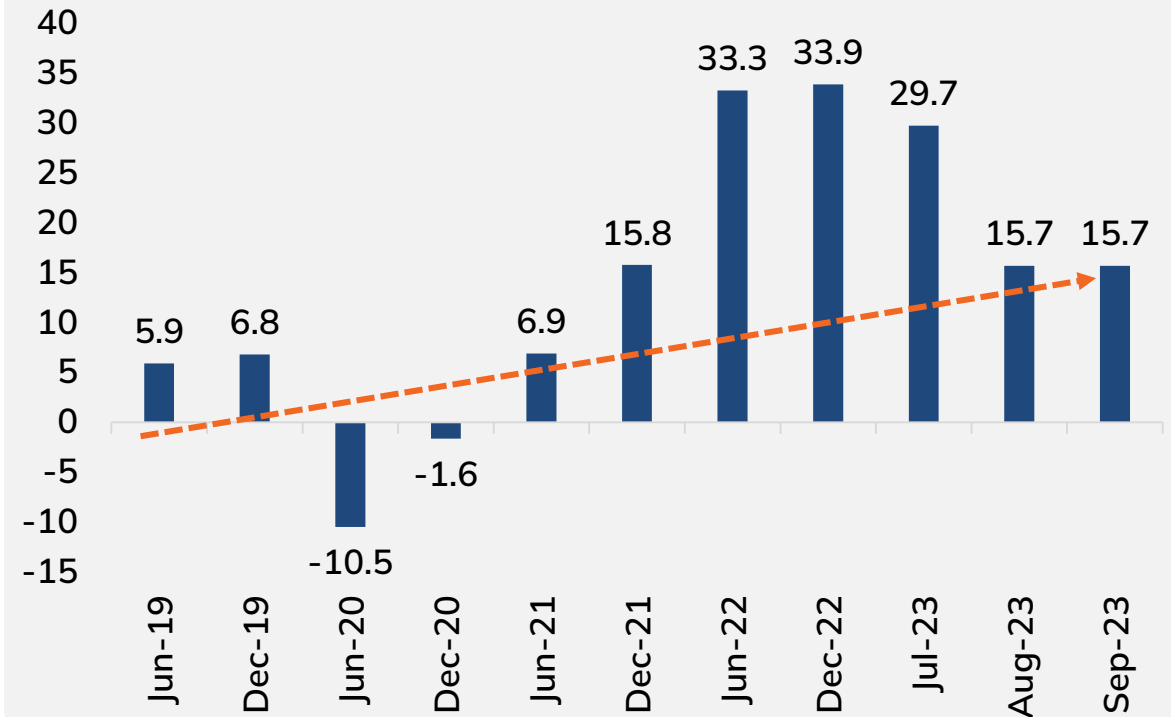
Boom Phase: Earnings Trajectory Climbing Up

Corporate Earnings continue to gain traction at levels ahead of Pre-covid results

1 Yr Earnings Growth (Y-o-Y %)



2 Yrs Earnings Growth (Y-o-Y %)



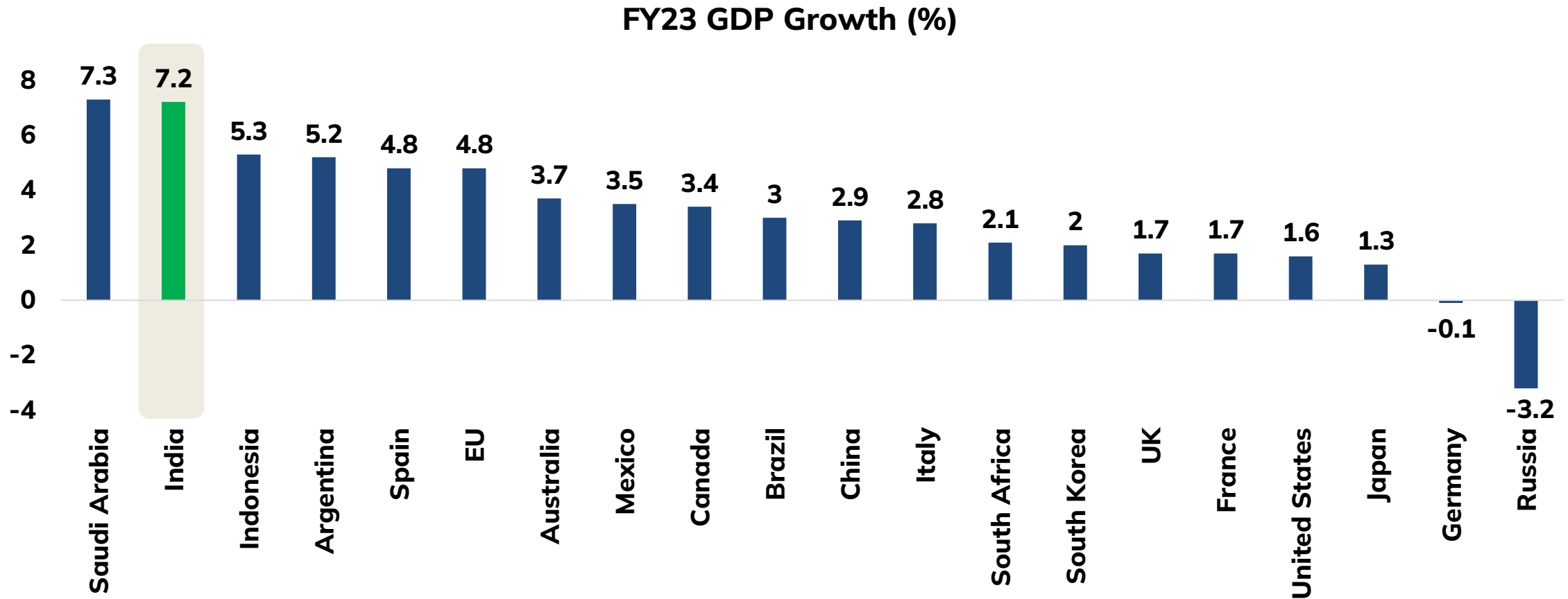
GDP gaining momentum bodes well for corporate earnings growth

Data as on September 30, 2023. Data Source: Crisil Research and NSE, Earnings for Nifty 50 Companies have been considered. Returns for 1 year are calculated on absolute basis and more than 1 year are calculated on CAGR basis. Covid- Coronavirus Disease 2019. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.



Boom Phase: India's GDP shining bright

Indian Economy is emerging as one of the fastest growing economy amongst the G20 Nations



Data Source: ICICI Securities. GDP: Gross Domestic Product, UK: United Kingdom, YoY: Year on Year and EU: European Union. Percentages shown above have been calculated on Year on Year basis. The G20 or Group of 20 is an intergovernmental forum comprising 19 countries and the European Union. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.



Summary & Outlook

- With changing global macro dynamics, near term vision of 'Goldilocks' for Indian Economy is hazy but long term view remains bright and clear
- With sound fundamentals and multiple structural reforms underway, the economy is at the cusp of further up-cycle in the long run
- Favorable demographics and demand too bodes well for the economy
- Long term structural story remains intact albeit with near term volatility owing to global growth-inflation dynamics and evolving geo-political factors and uncertainties
- Post March-23, Indian equity market valuations have become richer with upbeat sentiments on growth and profitability
- We believe that markets are in a boom phase and prefer large caps given the recent outperformance of mid and small cap stocks
- We recommend investing in diversified equity schemes having flexibility to move across market caps/ sectors /themes coupled with Hybrid schemes that allocate across different asset classes with an aim to navigate volatility

Understanding Fixed Income Landscape

India's Fixed Income Markets : Then & Now

Post 2014, India's business cycle never entered expansion cycle mainly due to: 1. Impairment of financial sector balance sheets due to outflow of large corporate loans and 2. Real estate loans in the NBFC balance sheet. Both kept the banking balance sheet distressed and effective loan rates high for the borrowers despite RBI bringing down interest rates in the pre-demonetization period. Also, before 2018 monetary conditions remained tight due to RBI's inflation targeting framework. As a result, capacity utilization started trailing and credit growth started falling. Residential real estate market too saw an inventory built up.

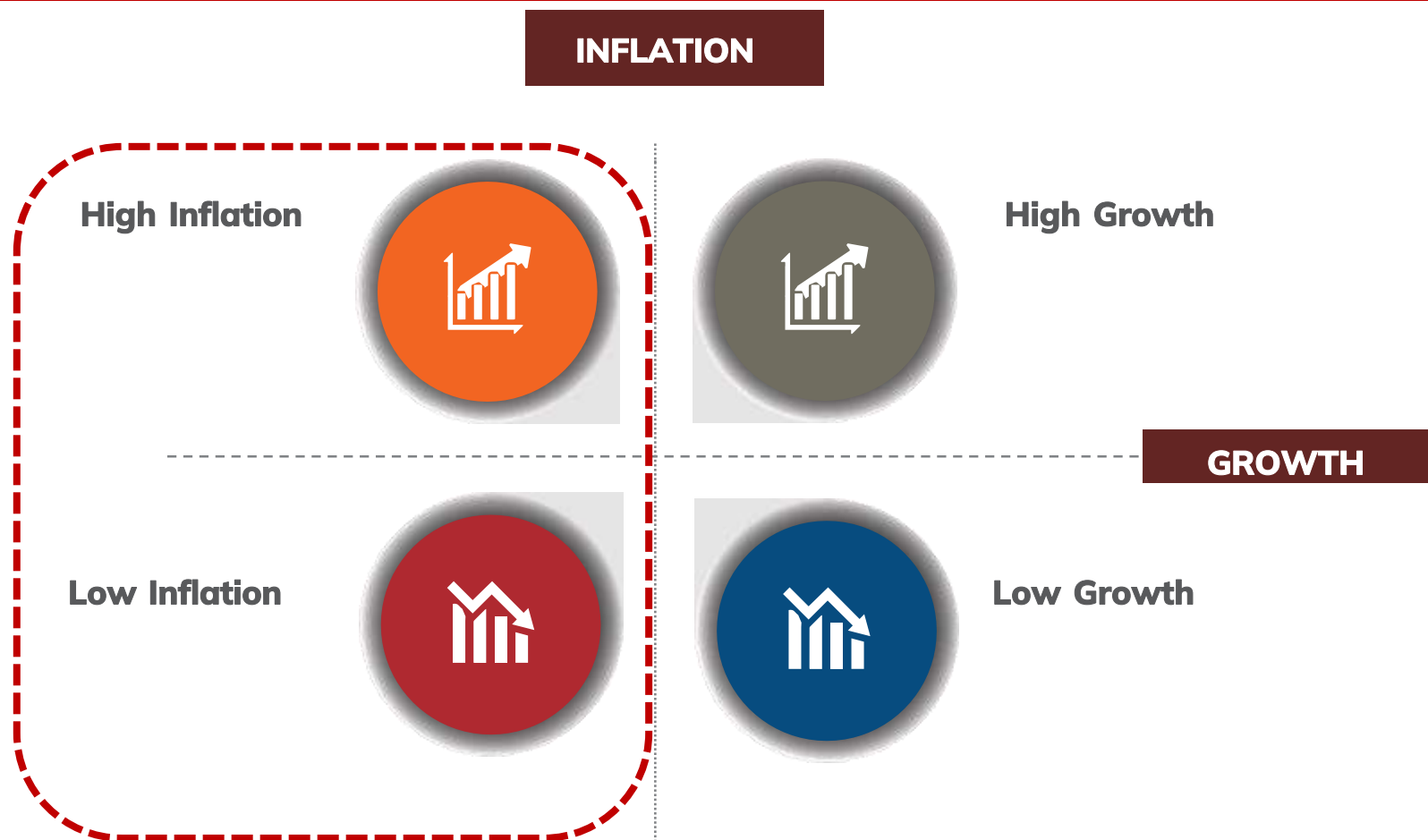
However, things changed post-pandemic as 1. RBI changed the pace of monetary easing and 2. the fiscal balance sheet of the government started to expand to support growth. Due to Fiscal and Monetary support, economy moved from slow phase of growth to the expansion cycle.



Phases of Economic Cycle

In 2018-2020 phase RBI used to focus on inflation for monetary action. And when economy moved into slower growth resulting into lower inflation, RBI had the room to cut interest rates.

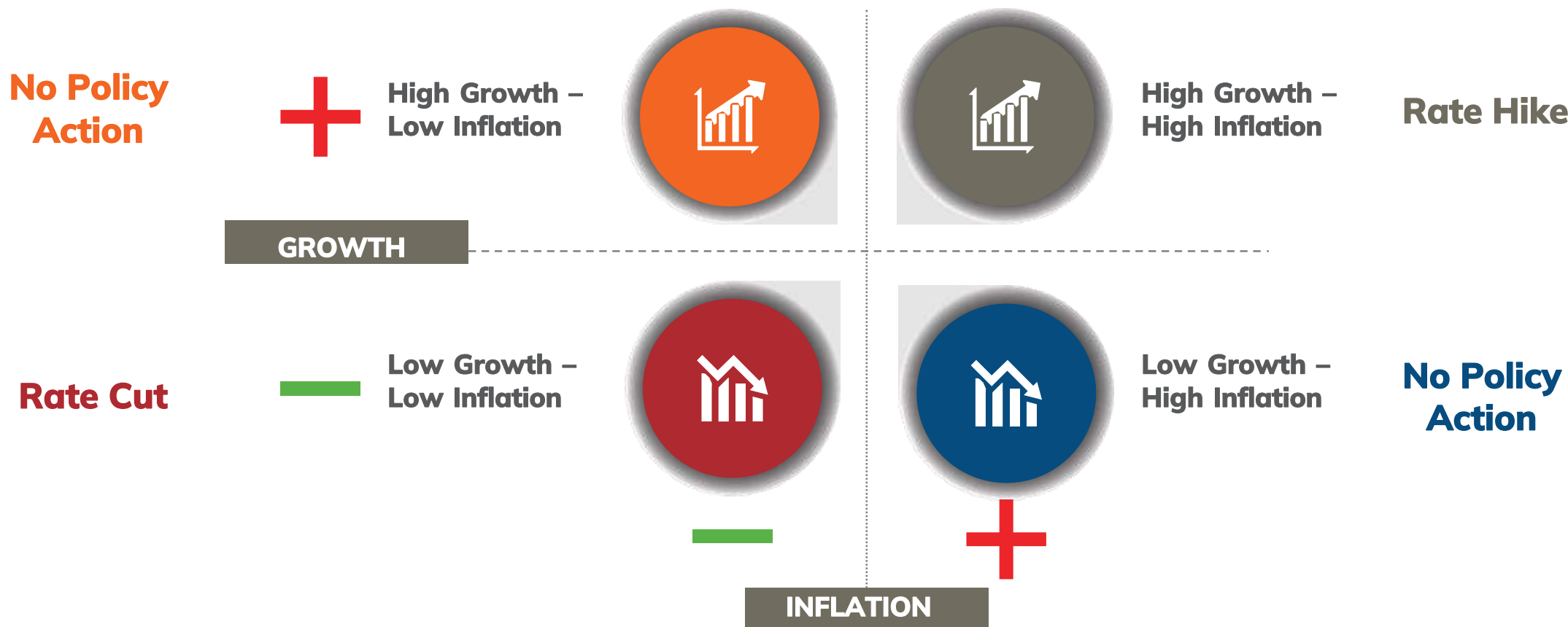
**Slow Growth Phase
of Economic Cycle:
2018 to 2020**





Phases of Economic Cycle and Policy Action

Now, RBI has shifted its focus from inflation only to interplay between growth and inflation. Hence, going forward for policy action, trajectory of inflation & growth would become important. Currently, growth being strong and inflation in RBI's tolerable zone, possibility of rate action is low





Phases of Economic Cycle and Yield Curves

We are Here



Economic Cycle

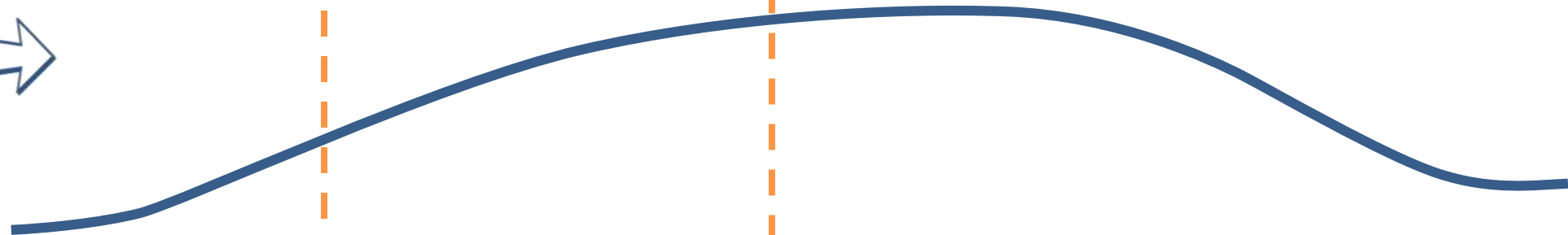


Recovery

Expansion

Late Cycle

Slowdown



Shape of the Yield Curve

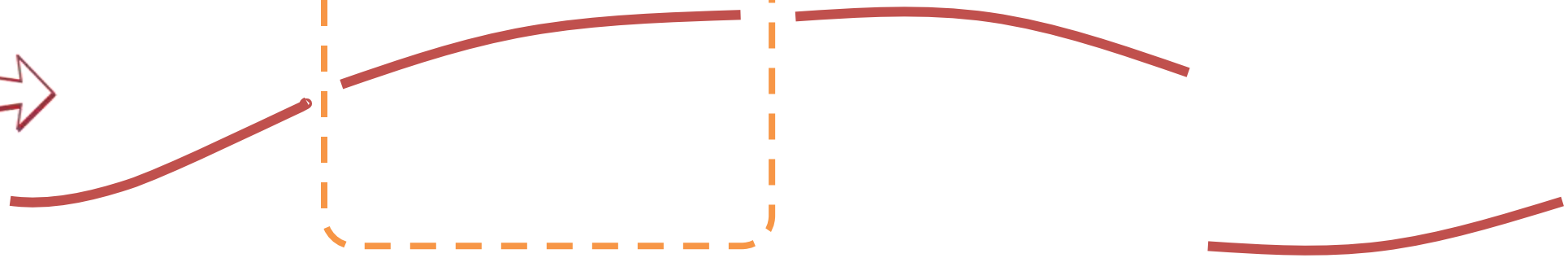


Steep

Flattish

Inverted

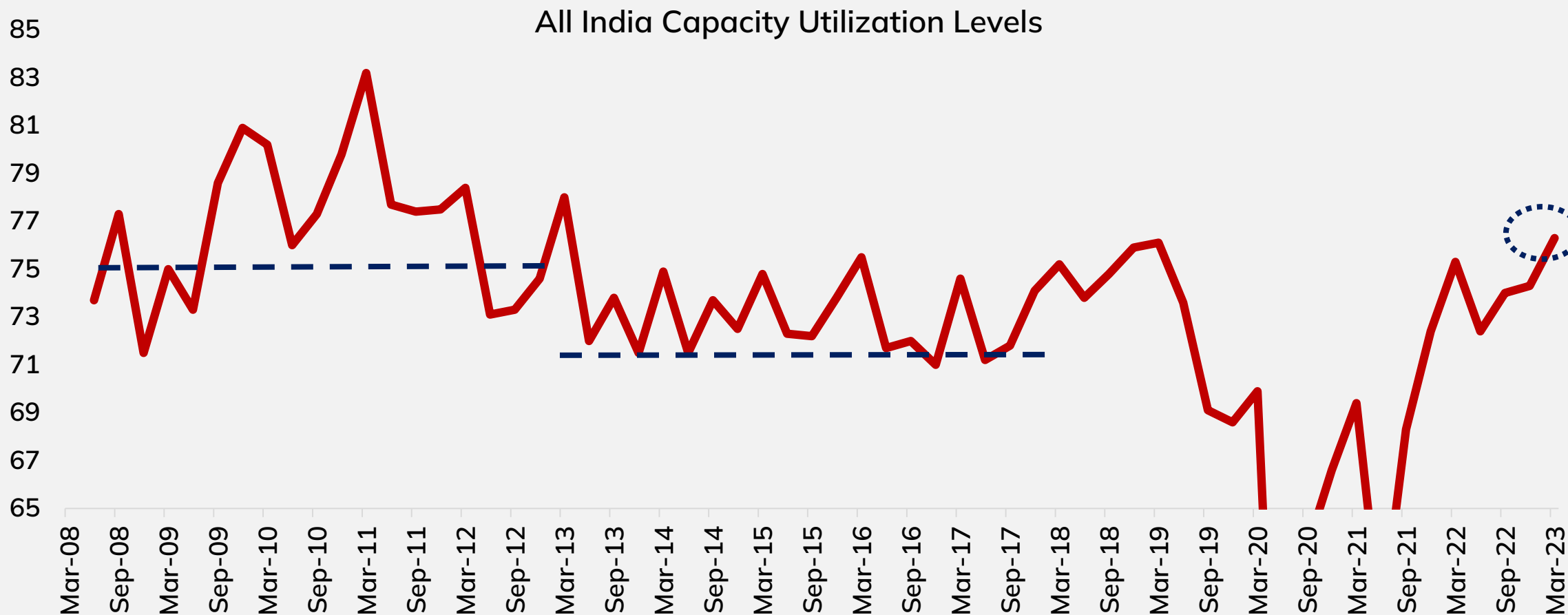
Low





Economic Cycle : All India Capacity Utilization Levels

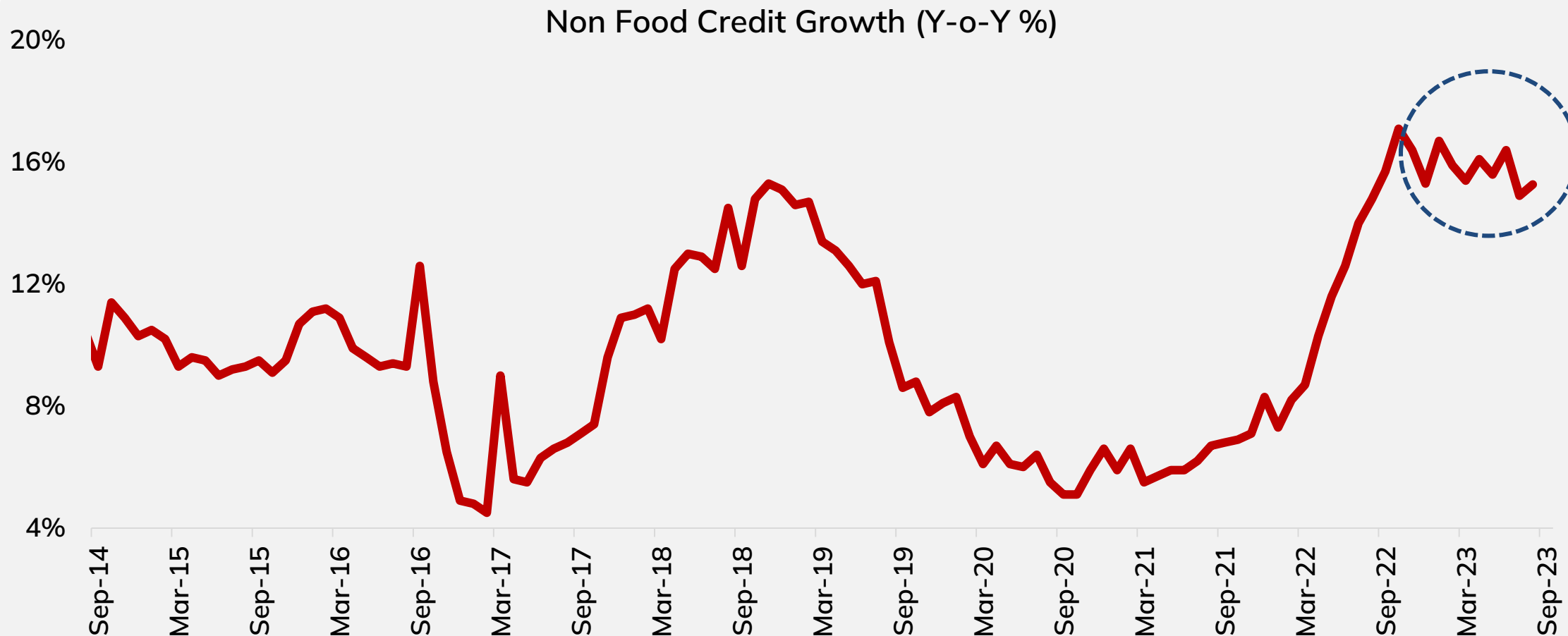
The capacity utilization levels have gone up for first time in the last 9 years. This is evident in various sectors like power, cement, steel where the overall capacity utilizations are at a much higher point.





Economic Cycle : Rise in Credit Growth (Y-O-Y%)

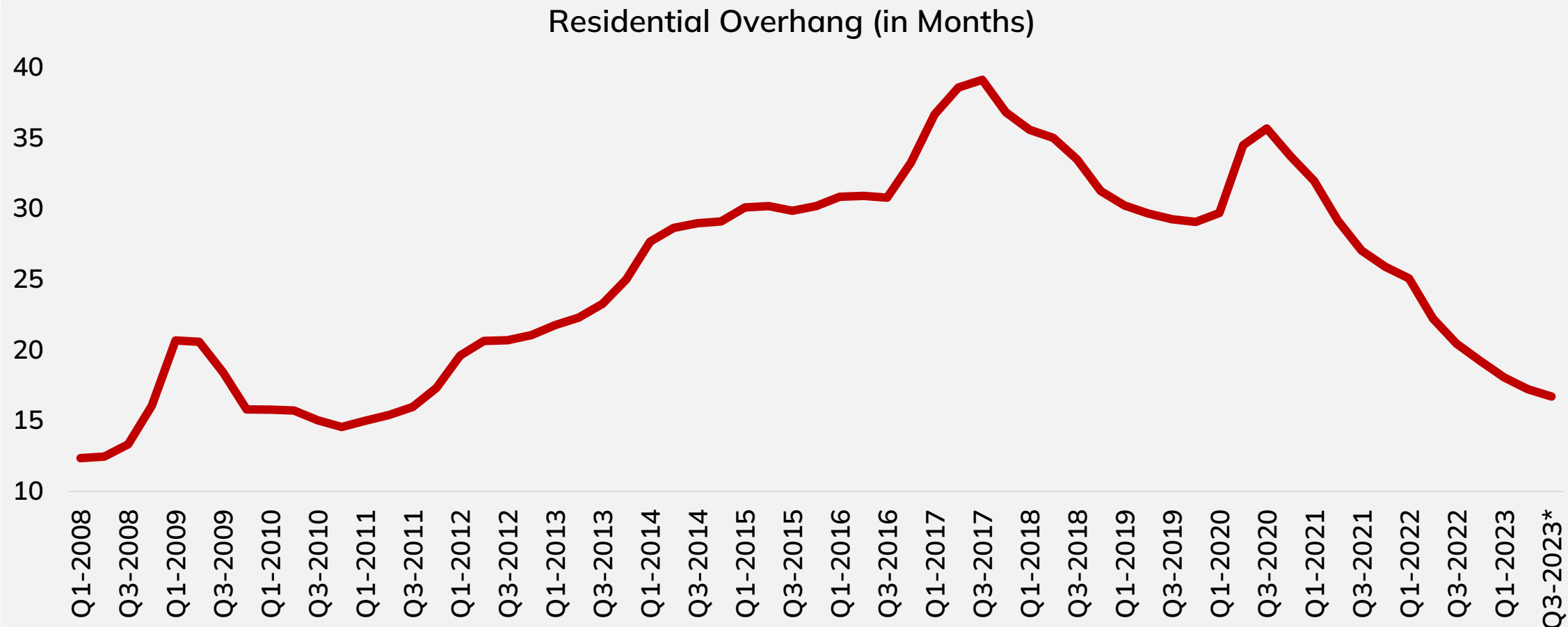
Credit growth has moved up from an average of 8-10% to an average of 14-16%, which corroborates well with the mid cycle numbers.





Economic Cycle : Residential Inventory Overhang

The inventory overhang in the residential real estate has gone down substantially. The number of months of inventory is close to where it used to be in the last strong real estate cycle i.e. 2009-2011

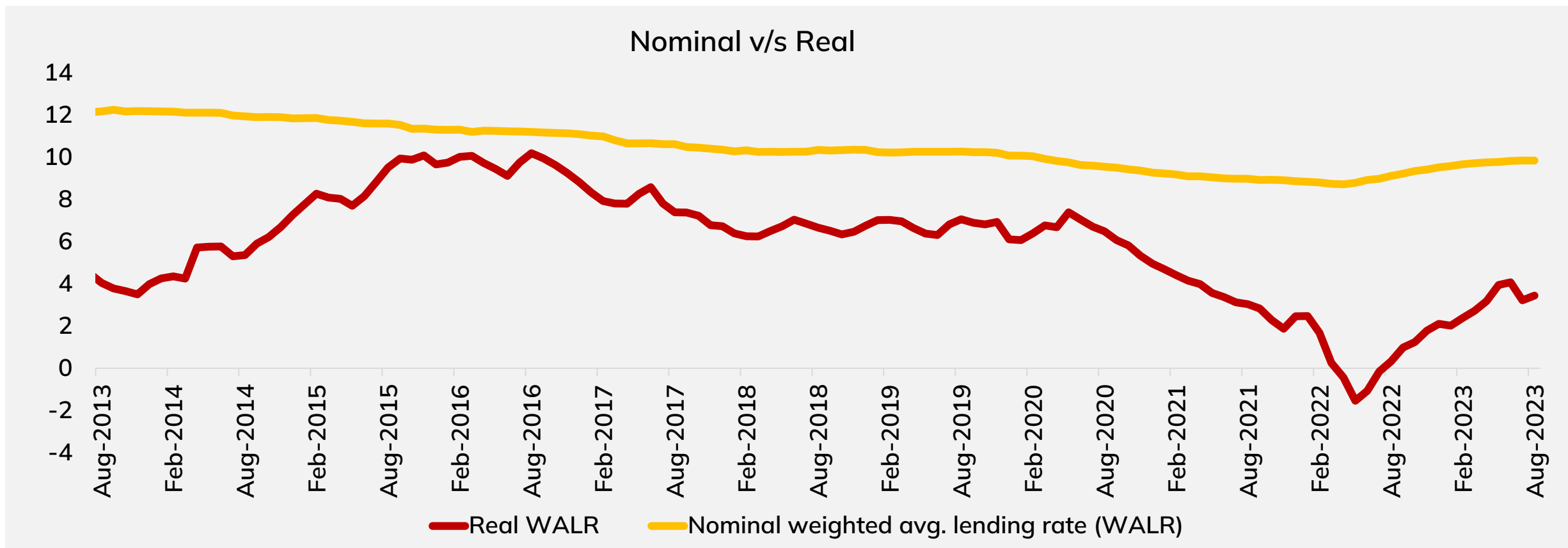


Data as on Dec 31,2022. Data Source: CRISIL Research. Q: Quarter . Inventory Overhang is an estimate of the amount of time it would take to sell all of the current listings in an area, provided that there are no new listings. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.



Economic Cycle : Weighted Average Lending Rate (WALR)

During 2016-2020, most banks did not have their balance sheets capitalized which reflected in overall high weighted average lending rates for the borrowers. Currently, the effective loan rates have come down despite rate hikes due to healthy banking balance sheets

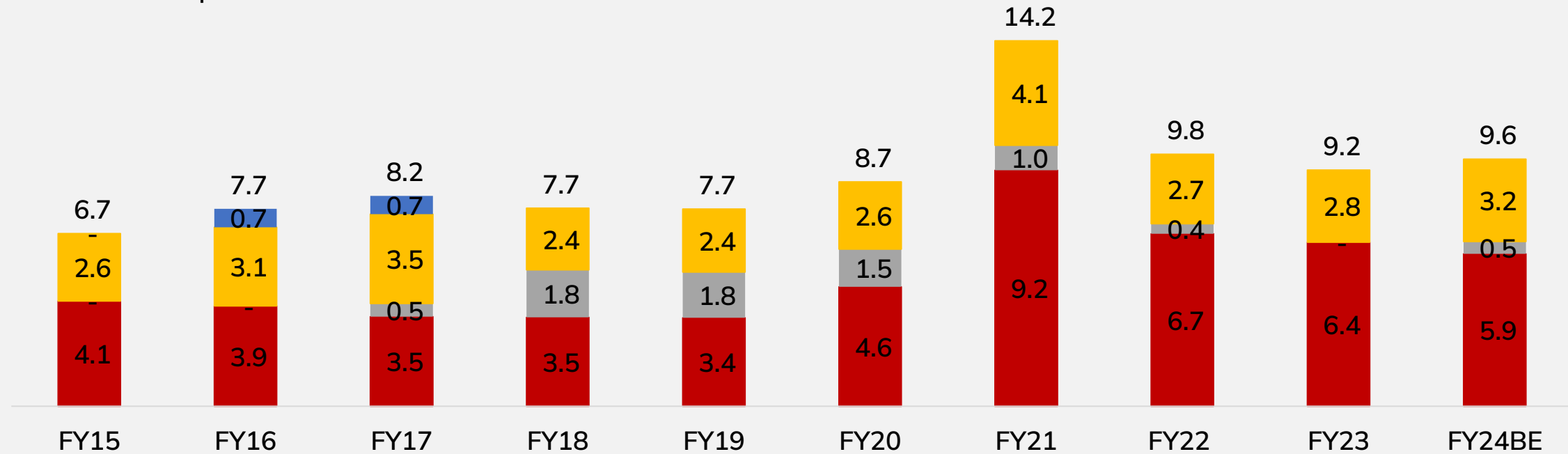




Economic Cycle : Fiscal Deficit Elevated v/s Pre-Pandemic Levels

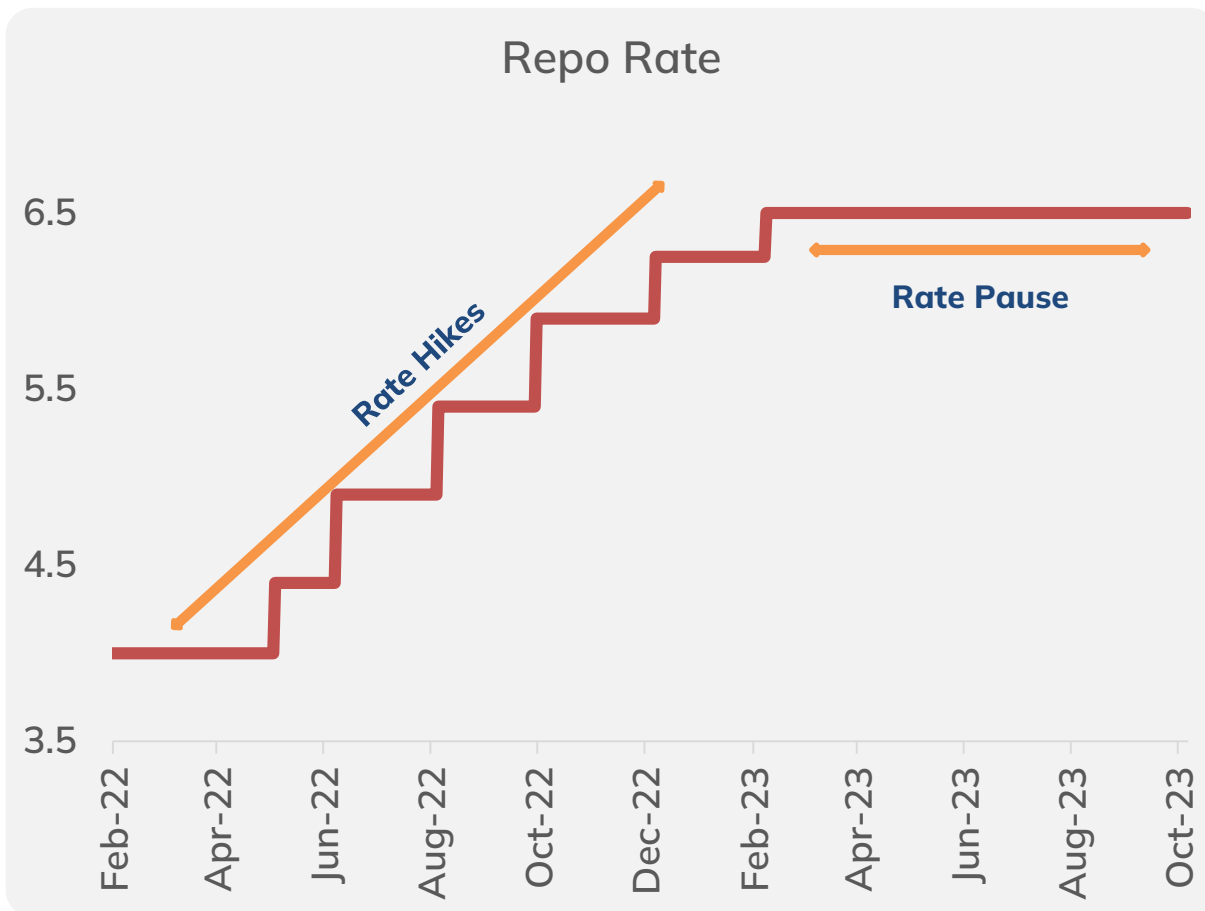
The combined fiscal deficit of centre, state and center off budget has gone up as compared to FY2015-20. In FY2021-22, it was required to run a high fiscal deficit to support the private sector. The fiscal deficit looks high even now and on a total basis there is hardly been any consolidation between the 3 years.

- State off-budget (UDAY bonds)
- State govt. fiscal deficit
- Centre off-budget (FCI IEBR, GOI Services bonds, NSSF loans, Air India, Recap Bonds)
- Centre reported fiscal deficit





RBI's Monetary Policy Highlights



- Monetary Policy Committee (MPC) of the RBI kept the policy repo rate unchanged at 6.50%.
- This is the fourth consecutive pause by the MPC, after increasing the repo rate from 4.00% to 6.50% in six consecutive meetings in the last financial year.
- Real GDP growth projection and inflation projections for FY2023-24 was maintained at 6.5% and 5.4% respectively.
- Going forward, the RBI may consider OMO-sales (Open Market Operation sales) to manage system liquidity.

Our View

We believe RBI would keep policy rates unchanged till March 2024 to avoid rocking the boat when Growth-Inflation dynamic is moving as expected.



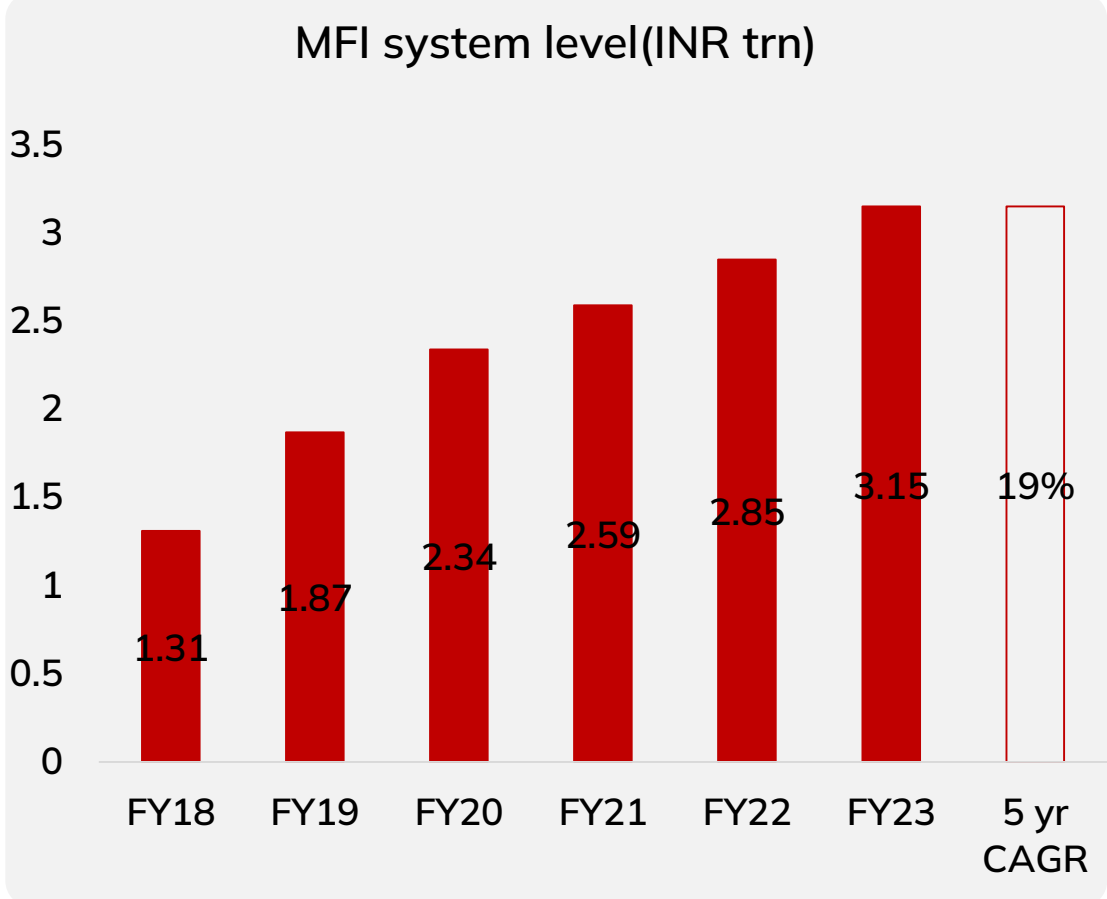
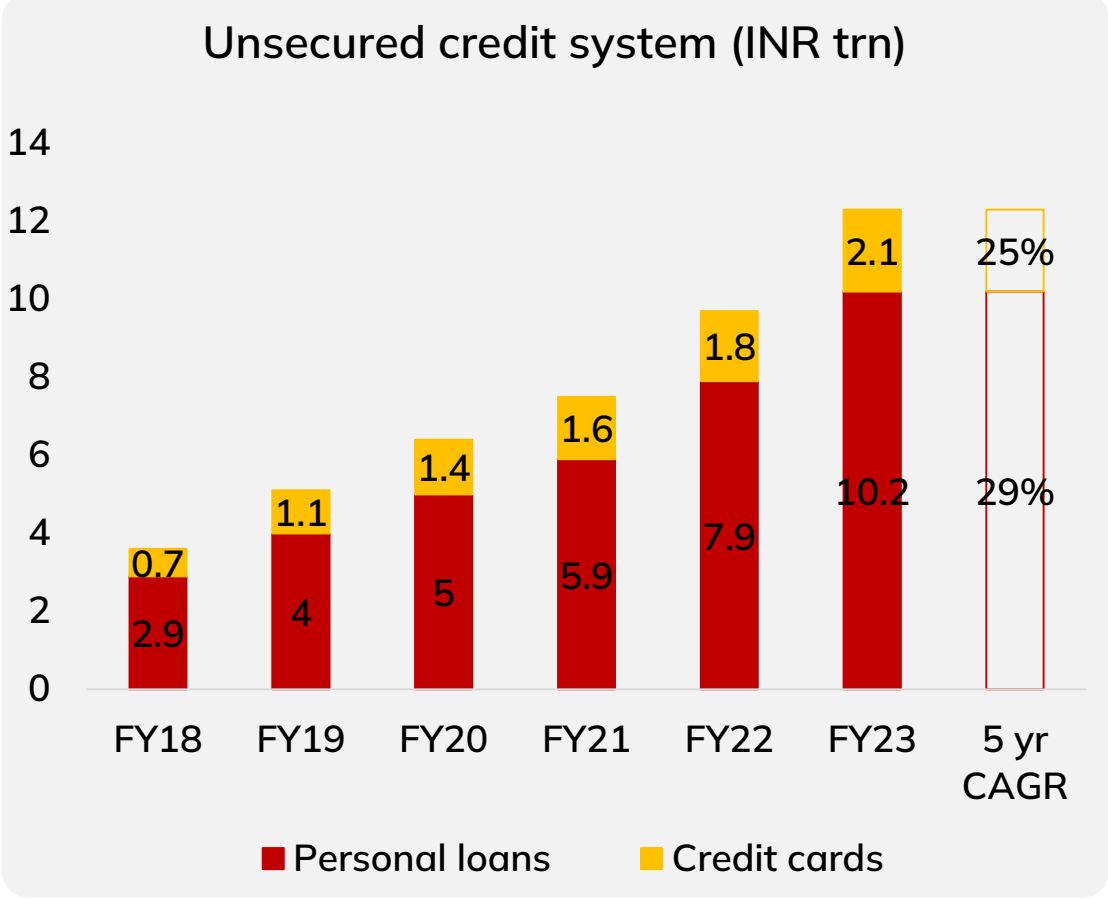
Key Risks for India





Unsecured Lending

Over the last 5 years, the unsecured rate in the system has grown by ~29% and the MFI credit has grown at the pace of ~19%. Unless income growth in the lower middle and the lower strata of the population picks up, there is a risk that the credit parameters for this pace will worsen and can turn into NPAs.



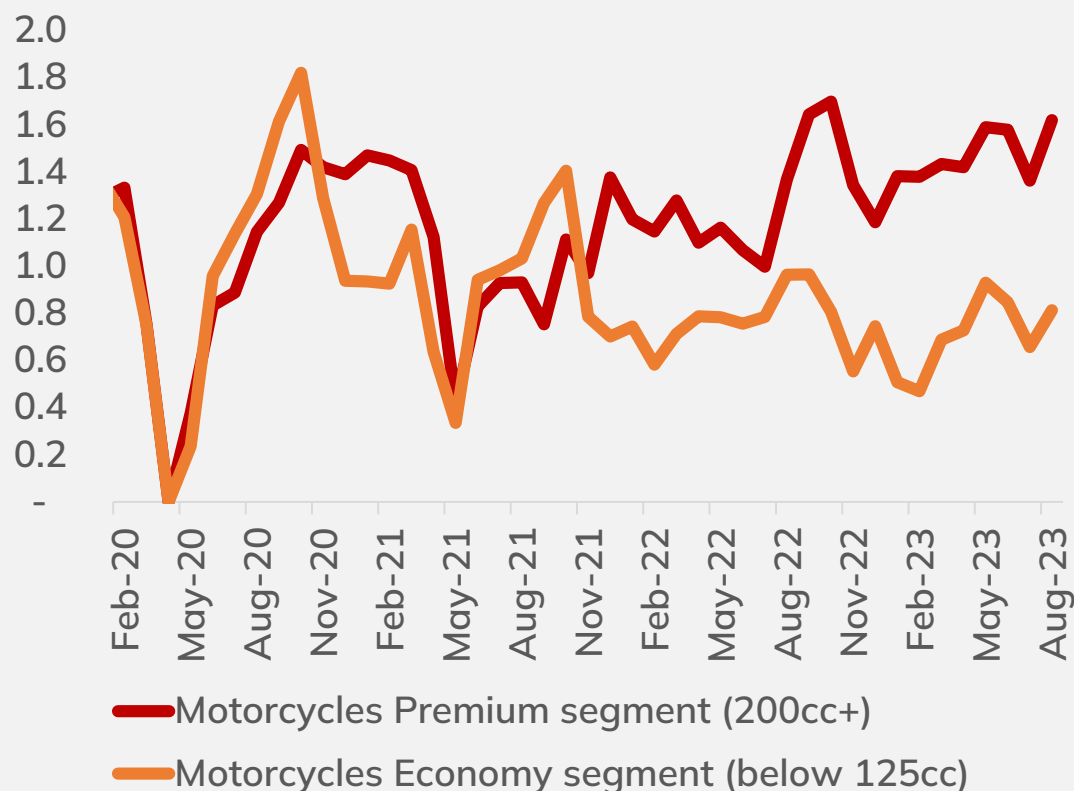
Source – Morgan Stanley Research. NPA: Non-Performing Assets; Trn: Trillion; CAGR: Compounded Annual Growth Rate; MFI: Micro Finance Institutions. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.



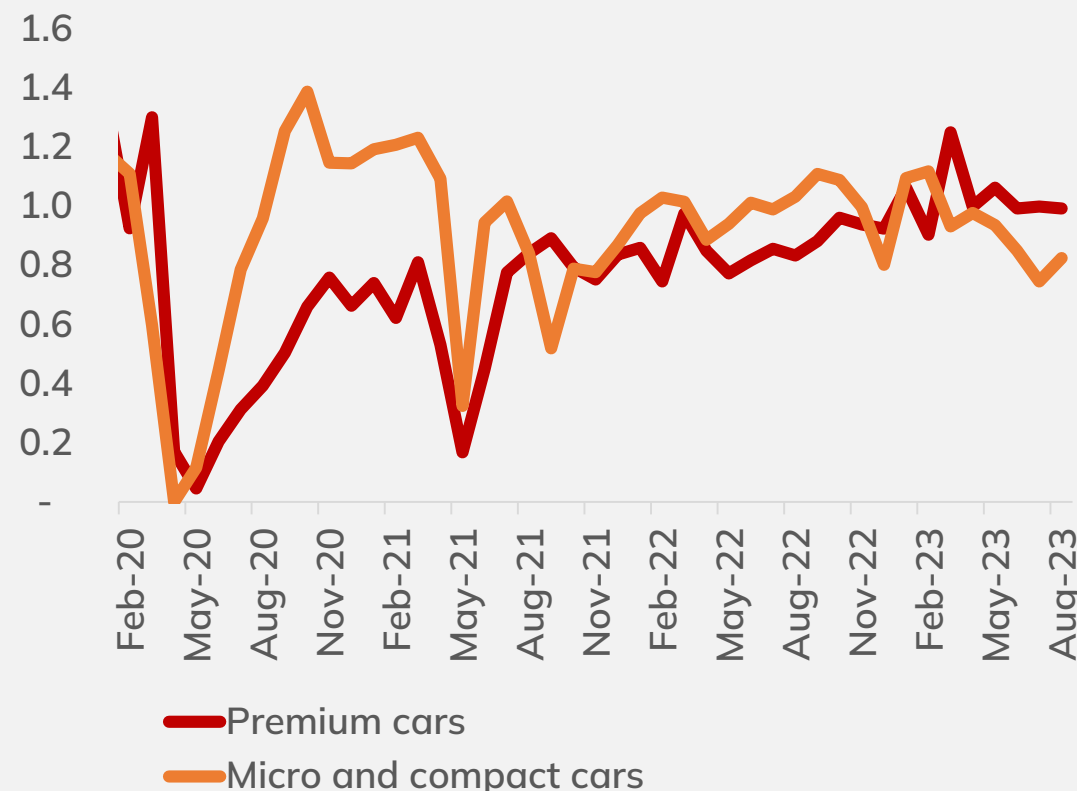
Divergent Consumption Trends

COVID has impacted the lower strata of the society more, which is visible in the consumption trends of two wheeler and four wheeler sales

Motorcycle sales indexed to Dec-19



PV sales indexed to Dec-19

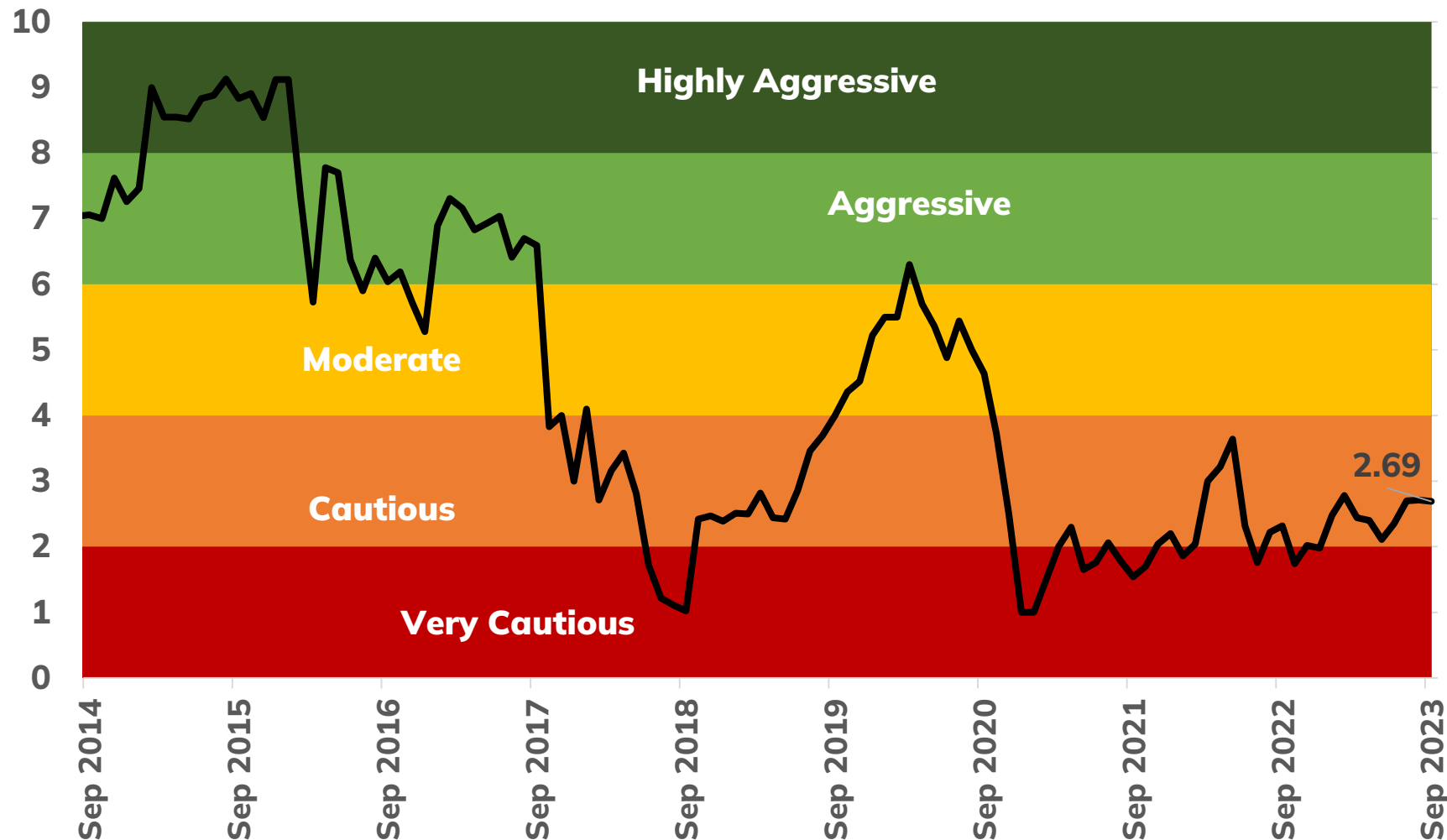




- There are a lot of catalysts which are at play like government spending's, fiscal and monetary support, improved balance sheets for corporates and banks etc. which has helped India to move into the mid stage of business cycle.
- In this phase, economic growth may continue to remain strong without inflation sustainably breaching the RBI's tolerance band.
- Effectively, this phase is a neutral zone for the RBI as the economy can thrive without policy action.
- We will, however, keep a watch on the forward looking data as any shift in the growth trajectory could change the RBI's status quo.
- We continue to remain positive on accrual assets due to stable macros and elevated interest rates.
- Floating rate bonds too, may continue to see improved demand for their attractive spreads.
- We recommend shorter-duration schemes and also dynamic duration schemes as they can actively manage instruments with various credit ratings and actively manage duration to handle interest-rate fluctuations.



Case for low to moderate duration – In-House Debt Duration Valuation Index



KEY TAKEAWAYS

Our model remains cautious on long-duration and recommends tactical exposure, as the term premium remains modest coupled with an expectation of interest rate pause for an extended period

Data as on September 30, 2023. Debt Valuation Index considers WPI, CPI, Sensex returns, Gold returns and Real estate returns over G-Sec yield, Current Account Balance, Fiscal Balance, Credit Growth and Crude Oil Movement for calculation. Debt Valuation Index is a proprietary model of ICICI Prudential AMC Ltd. (the AMC) used for assessing over all debt valuations. The AMC may also use this model for other facilities/features offered by the AMC. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/Distributors and should not be circulated to investors/prospective investors.



Our Current Portfolio Positioning – Exposure to Low to Moderate Duration

Scheme	Modified Duration (Years)		
	Dec 2021	Sept 2023	Difference
ICICI Prudential Liquid Fund	0.1	0.2	0.1
ICICI Prudential Money Market Fund	0.2	0.4	0.2
ICICI Prudential Ultra Short Term Fund	0.2	0.5	0.3
ICICI Prudential Savings Fund	0.8	0.8	0.0
ICICI Prudential Floating Interest Fund	1.6	0.9	-0.7
ICICI Prudential Credit Risk Fund	1.6	1.7	0.1
ICICI Prudential Short Term Fund	1.6	2.0	0.4
ICICI Prudential Corporate Bond Fund	2.7	1.7	-1.0
ICICI Prudential Banking & PSU Debt Fund	3.9	2.0	-1.9
ICICI Prudential Medium Term Bond Fund	2.5	3.0	0.5
ICICI Prudential Bond Fund	4.2	4.0	-0.2
ICICI Prudential All Seasons Bond Fund	2.3	2.7	0.4
ICICI Prudential Long Term Bond Fund	8.3	7.3	-1.0
ICICI Prudential Gilt Fund	7.0	1.7	-5.3

Data as on September 30, 2023. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.



Our Current Portfolio Positioning – Exposure to spread assets

Spread Assets

Scheme Name	Cash* + Gsec^	AAA/A1+ (% Holding)	AA (% Holding)	Below AA- (% Holding)	YTM	Modified Duration
ICICI Prudential Overnight Fund	100.00%	0.00%	0.00%	0.00%	6.85%	3 Days
ICICI Prudential Liquid Fund	11.82%	88.18%	0.00%	0.00%	7.09%	62 Days
ICICI Prudential Money Market Fund	15.30%	84.70%	0.00%	0.00%	7.38%	152 Days
ICICI Prudential Ultra Short Term Fund	12.36%	72.23%	15.41%	0.00%	7.69%	167 Days
ICICI Prudential Savings Fund	27.00%	69.20%	3.80%	0.00%	7.74%	279 Days
ICICI Prudential Floating Interest Fund	61.96%	29.91%	8.13%	0.00%	8.05%	339 Days
ICICI Prudential Corporate Bond Fund	29.91%	70.09%	0.00%	0.00%	7.85%	1.7 Yrs
ICICI Prudential Short Term Fund	42.03%	45.69%	12.28%	0.00%	7.88%	2.0 Yrs
ICICI Prudential Banking & PSU Debt Fund	26.90%	73.10%	0.00%	0.00%	7.74%	2.0 Yrs
ICICI Prudential Medium Term Bond Fund	40.45%	15.76%	43.78%	0.00%	8.24%	3.0 Yrs
ICICI Prudential Credit Risk Fund#	25.01%	14.13%	44.23%	11.60%	8.52%	1.7 Yrs
ICICI Prudential All Seasons Bond Fund	55.39%	18.53%	26.08%	0.00%	8.00%	2.7 Yrs

Data as on September 30, 2023. The Yield to Maturity (YTM) mentioned is based on scheme portfolios dated September 30, 2023. YTM is the rate of return anticipated on a bond if held until maturity. This should not be considered as an indication of the returns that maybe generated by the scheme. The securities bought by the scheme may or may not be held till their respective maturities. Past performance may or may not be sustained in future, *Includes TREPS & Net Current Assets, ^ Includes Treasury Bills, # - Excludes REITs and InvITs which stands at 5.04%. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.



Outlook & Summary

Mid-Cycle means fixed income rates are at attractive levels

Interest rates are expected to remain in a range and RBI can afford for an elongated pause

Floating rate bond call in various portfolios has played out well

Short Duration schemes preferable for managing interest rate volatility

Tactical trading in long duration

Actively managed portfolios should be preferred





Our Key Recommendations



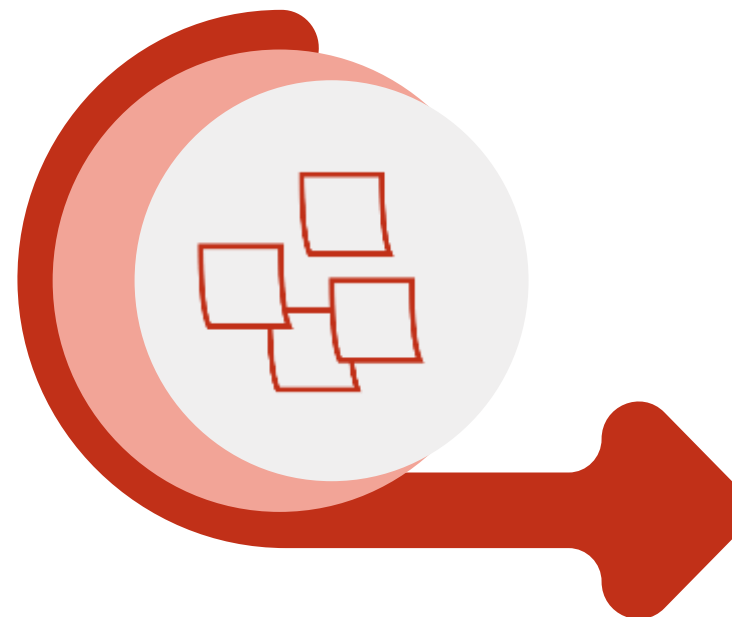
Parking Option (3-12 Months)

- IPRU Ultra Short Term
- IPRU Savings Fund



Short Term (1-3 Years)

- IPRU Short Term Fund
- IPRU Corporate Bond Fund
- IPRU Banking & PSU Debt Fund



Long-Term (More than 3 Years)

- IPRU All Seasons Bond Fund

Investment Approach and Scheme Recommendations



Investment Playbook for 2023 – An era of Multiple Asset Classes

Category	Outlook	Our View	Scheme Recommendations
Equity	●	Valuations moderated but remains in NEUTRAL zone. Long term 'POSITIVE'	IPRU Business Cycle Fund, IPRU Flexicap Fund, IPRU Focused Equity Fund, IPRU Value Discovery Fund
Asset Allocation/ Hybrid	●	Volatility expected to persist	IPRU Balanced Advantage Fund, IPRU Multi-Asset Fund, IPRU Equity & Debt Fund
Fixed Income	●	High yields making the space attractive	IPRU Ultra Short Term Fund, IPRU Short Term Fund, IPRU Credit Risk Fund, IPRU All Seasons Bond Fund



Neutral



Positive



Riskometers

ICICI Prudential Business Cycle Fund (An open ended equity scheme following business cycles based investing theme) is suitable for investors who are seeking*:

- ☐ Long term wealth creation
- ☐ An equity scheme that invests in Indian markets with focus on riding business cycles through dynamic allocation between various sectors and stocks at different stages of business cycles

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them

ICICI Prudential Flexicap Fund (An open ended dynamic equity scheme investing across large cap, mid cap & small cap stocks) is suitable for investors who are seeking*:

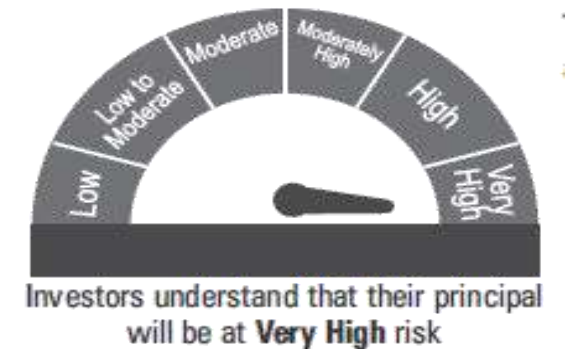
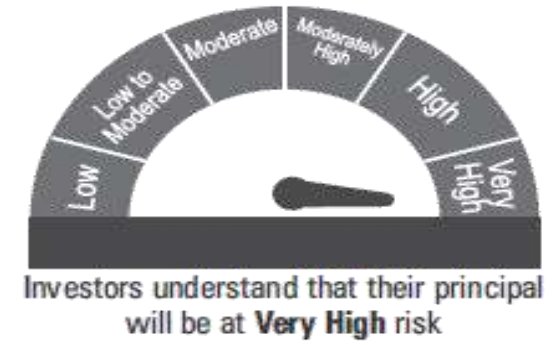
- ☐ Long term wealth creation
- ☐ An open ended dynamic equity scheme investing across large cap, mid cap and small cap stocks

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them

ICICI Prudential Focused Equity Fund (An open ended equity scheme investing in maximum 30 stocks across market-capitalization i.e. focus on multicap) suitable for investors who are seeking*:

- ☐ Long term wealth creation
- ☐ An open ended equity scheme investing in maximum 30 stocks across market-capitalisation

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Please note that the Risk-o-meter(s) specified above will be evaluated and updated on a monthly basis. The above riskometers are as on September 30, 2023 Please refer to <https://www.icicipruamc.com/news-and-updates/all-news> for more details. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.



Riskometers

ICICI Prudential Value Discovery Fund (An open ended equity scheme following a value investment strategy.) is suitable for investors who are seeking*:

- ☐ Long term wealth creation
- ☐ An open ended equity scheme following a value investment strategy

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at **Very High** risk

ICICI Prudential Floating Interest Fund (An open ended debt scheme predominantly investing in floating rate instruments (including fixed rate instruments converted to floating rate exposures using swaps/derivatives). A relatively high interest rate risk and moderate credit risk) is suitable for investors who are seeking*:

- ☐ Short term savings
- ☐ An open ended debt scheme predominantly investing in floating rate instruments

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at **Low to Moderate** risk

ICICI Prudential Balanced Advantage Fund (An open ended dynamic asset allocation fund) is suitable for investors who are seeking*:

- ☐ Long term capital appreciation/income
- ☐ Investing in equity and equity related securities and debt instruments

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at **High** risk



Riskometers

ICICI Prudential Gilt Fund (An open ended debt scheme investing in government securities across maturity. A relatively high interest rate risk and relatively low credit risk.) is suitable for investors who are seeking*:

- ☐ Long term wealth creation
- ☐ A Gilt scheme that aims to generate income through investment in Gilts of various maturities

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them

ICICI Prudential Savings Fund (An open ended low duration debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 6 months and 12 months. A relatively high interest rate risk and moderate credit risk) is suitable for investors who are seeking*:

- ☐ Short term savings
- ☐ An open ended low duration debt scheme that aims to maximize income by investing in debt and money market instruments while maintaining optimum balance of yield, safety and liquidity

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them

ICICI Prudential All Seasons Bond Fund (An open ended dynamic debt scheme investing across duration. A relatively high interest rate risk and moderate credit risk) is suitable for investors who are seeking*:

- ☐ All duration savings
- ☐ A debt scheme that invests in debt and money market instruments with a view to maximize income while maintaining optimum balance of yield, safety and liquidity

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them

Please note that the Risk-o-meter(s) specified above will be evaluated and updated on a monthly basis. The above riskometers are as on September 30, 2023 Please refer to <https://www.icicipruamc.com/news-and-updates/all-news> for more details. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.

Macaulay duration is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price



Investors understand that their principal will be at **Low to Moderate** risk



Investors understand that their principal will be at **Low to Moderate** risk



Investors understand that their principal will be at **Moderate** risk



Riskometers

ICICI Prudential Corporate Bond Fund (An open ended debt scheme predominantly investing in AA+ and above rated corporate bonds. A relatively high interest rate risk and moderate credit risk) is suitable for investors who are seeking*:

- ☐ Short term savings
- ☐ An open ended debt scheme predominantly investing in highest rated corporate bonds

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them

ICICI Prudential Liquid Fund (An open ended liquid scheme. A relatively low interest rate risk and moderate credit risk) is suitable for investors who are seeking*:

- ☐ Short term savings solution
- ☐ A liquid fund that aims to provide reasonable returns commensurate with low risk and providing a high level of liquidity

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them

ICICI Prudential Ultra Short Term (An open ended ultra-short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 months and 6 months. A moderate interest rate risk and moderate credit risk) Fund is suitable for investors who are seeking*:

- ☐ Short term regular income
- ☐ An open ended ultra-short term debt scheme investing in a range of debt and money market instruments

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them

Please note that the Risk-o-meter(s) specified above will be evaluated and updated on a monthly basis. The above riskometers are as on September 30, 2023 Please refer to <https://www.icicipruamc.com/news-and-updates/all-news> for more details. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.

Macaulay duration is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price



Investors understand that their principal will be at **Low to Moderate** risk



Investors understand that their principal will be at **Moderate** risk



Investors understand that their principal will be at **Moderate** risk



Riskometers

ICICI Prudential Money Market Fund (An open ended debt scheme investing in money market instruments. A relatively low interest rate risk and moderate credit risk) is suitable for investors who are seeking*:

- ☐ Short term savings
- ☐ A money market scheme that seeks to provide reasonable returns, commensurate with low risk while providing a high level of liquidity

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them

ICICI Prudential Banking & PSU Debt Fund (An open ended debt scheme predominantly investing in Debt instruments of banks, Public Sector Undertakings, Public Financial Institutions and Municipal bonds. A relatively high interest rate risk and moderate credit risk) is suitable for investors who are seeking*:

- ☐ Short term savings
- ☐ An open ended debt scheme predominantly investing in Debt instruments of banks, Public Sector Undertakings, Public Financial Institutions and Municipal Bonds

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them

ICICI Prudential Short Term Fund (An open ended short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 1 Year and 3 Years. A relatively high interest rate risk and moderate credit risk) is suitable for investors who are seeking*:

- ☐ Short term income generation and capital appreciation solution
- ☐ A debt fund that aims to generate income by investing in a range of debt and money market instruments of various maturities

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them

Please note that the Risk-o-meter(s) specified above will be evaluated and updated on a monthly basis. The above riskometers are as on September 30, 2023 Please refer to <https://www.icicipruamc.com/news-and-updates/all-news> for more details. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.



Investors understand that their principal will be at **Moderate** risk



Investors understand that their principal will be at **Moderate** risk



Investors understand that their principal will be at **Moderate** risk



Riskometers

ICICI Prudential Medium Term Bond Fund (An Open Ended medium term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 Years and 4 Years The Macaulay duration of the portfolio is 1 Year to 4 years under anticipated adverse situation. A relatively high interest rate risk and moderate credit risk) is suitable for investors who are seeking*:

- ☐ Medium term savings
- ☐ A debt scheme that invests in debt and money market instruments with a view to maximize income while maintaining optimum balance of yield, safety and liquidity

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them

ICICI Prudential Credit Risk Fund (An open ended debt scheme predominantly investing in AA and below rated corporate bonds. A relatively high interest rate risk and relatively high credit risk) is suitable for investors who are seeking*:

- ☐ Medium term savings
- ☐ A debt scheme that aims to generate income through investing predominantly in AA and below rated corporate bonds while maintaining the optimum balance of yield, safety and liquidity

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them

ICICI Prudential Equity & Debt Fund (An open ended hybrid scheme investing predominantly in equity and equity related instruments) is suitable for investors who are seeking*:

- ☐ Long term wealth creation solution
- ☐ A balanced fund aiming for long term capital appreciation and current income by investing in equity as well as fixed income securities

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them

Please note that the Risk-o-meter(s) specified above will be evaluated and updated on a monthly basis. The above riskometers are as on September 30, 2023 Please refer to <https://www.icicipruamc.com/news-and-updates/all-news> for more details. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.



Investors understand that their principal will be at **Moderately High** risk



Investors understand that their principal will be at **High** risk



Investors understand that their principal will be at **Very High** risk



Riskometers

ICICI Prudential Long Term Bond Fund (An open-ended debt scheme investing in instruments such that the Macaulay duration of the portfolio is greater than 7 Years A relatively high interest rate risk and relatively low credit risk) is suitable for investors who are seeking*:

- ☐ Long term wealth creation
- ☐ A debt scheme that invests in debt and money market instruments with an aim to maximize income while maintaining an optimum balance of yield, safety and liquidity.

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them

ICICI Prudential Bond Fund (An open ended medium to long term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 4 Years and 7 years. The Macaulay duration of the portfolio is 1 Year to 7 years under anticipated adverse situation. A relatively high interest rate risk and moderate credit risk) is suitable for investors who are seeking*

- ☐ Medium to Long term savings
- ☐ A debt scheme that invests in debt and money market instruments with an aim to maximize income while maintaining an optimum balance of yield, safety and liquidity

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them

ICICI Prudential Multi-Asset Fund (An open ended scheme investing in Equity, Debt and Exchange Traded Commodity Derivatives/units of Gold ETFs/units of REITs & InvITs/Preference shares) is suitable for investors who are seeking*:

- ☐ Long Term Wealth Creation
- ☐ An open ended scheme investing across asset classes

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at **Moderate** risk



Investors understand that their principal will be at **Moderate** risk



Investors understand that their principal will be at **Very High** risk

Please note that the Risk-o-meter(s) specified above will be evaluated and updated on a monthly basis. The above riskometers are as on September 30, 2023 Please refer to <https://www.icicipruamc.com/news-and-updates/all-news> for more details. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.

Macaulay duration is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price



Riskometers

ICICI Prudential Overnight Fund (An open ended debt scheme investing in overnight securities. A relatively low interest rate risk and relatively low credit risk) is suitable for investors who are seeking*:

- ❑ Short term savings
- ❑ An overnight fund that aims to provide reasonable returns commensurate with low risk and providing a high level of liquidity.

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at **Low** risk

Please note that the Risk-o-meter(s) specified above will be evaluated and updated on a monthly basis. The above riskometers are as on September 30, 2023 Please refer to <https://www.icicipruamc.com/news-and-updates/all-news> for more details. The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.



YTM disclaimers

YTM Disclaimer:	Portfolio Information
Scheme Name :	ICICI Prudential Credit Risk Fund
Description (if any)	An open ended debt scheme predominantly investing in AA and below rated corporate bonds. A relatively high interest rate risk and relatively high credit risk.
Annualised Portfolio YTM* :	8.49%
Macaulay Duration	1.82 Years
Residual Maturity	3.28 Years
As on (Date)	Sep 30, 2023
YTM Disclaimer:	Portfolio Information
Scheme Name :	ICICI Prudential Overnight Fund
Description (if any)	An open ended debt scheme investing in overnight securities. A relatively low interest rate risk and relatively low credit risk
Annualised Portfolio YTM* :	6.76%
Macaulay Duration	0.0077 Years
Residual Maturity	0.0104 Years
As on (Date)	Sep 30, 2023
YTM Disclaimer:	Portfolio Information
Scheme Name :	ICICI Prudential Liquid Fund
Description (if any)	An open ended liquid scheme. A relatively low interest rate risk and moderate credit risk
Annualised Portfolio YTM* :	7.15%
Macaulay Duration	0.18 Years
Residual Maturity	0.19 Years
As on (Date)	Sep 30, 2023

As per AMFI Best Practices Guidelines Circular No. AMFI/35P/MEM-COR/72/2022-23 dated December 31, 2022 on Standard format for disclosure of portfolio YTM for debt schemes. Yield of the instrument is disclosed on annualized basis as provided by Valuation agencies. *in case of semi-annual YTM it will be annualized



YTM disclaimers

YTM Disclaimer	Portfolio Information
Scheme Name :	ICICI Prudential Money Market Fund
Description (if any)	An open ended debt scheme investing in money market instruments. A relatively low interest rate risk and moderate credit risk
Annualised Portfolio YTM* :	7.38%
Macaulay Duration	0.45 Years
Residual Maturity	0.45 Years
As on (Date)	Sep 30, 2023
YTM Disclaimer:	Portfolio Information
Scheme Name :	ICICI Prudential Ultra Short Term Fund
Description (if any)	An open ended ultra-short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 months and 6 months A moderate interest rate risk and moderate credit risk
Annualised Portfolio YTM* :	7.69%
Macaulay Duration	0.49 Years
Residual Maturity	0.53 Years
As on (Date)	Sep 30, 2023
YTM Disclaimer:	Portfolio Information
Scheme Name :	ICICI Prudential Savings Fund
Description (if any)	An open ended low duration debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 6 months and 12 months. A relatively high interest rate risk and moderate credit risk
Annualised Portfolio YTM* :	7.75%
Macaulay Duration	0.82 Years
Residual Maturity	2.59 Years
As on (Date)	Sep 30, 2023

As per AMFI Best Practices Guidelines Circular No. AMFI/35P/MEM-COR/72/2022-23 dated December 31, 2022 on Standard format for disclosure of portfolio YTM for debt schemes. Yield of the instrument is disclosed on annualized basis as provided by Valuation agencies. *in case of semi-annual YTM it will be annualized



YTM disclaimers

YTM Disclaimer:	Portfolio Information
Scheme Name :	ICICI Prudential Floating Interest Fund
Description (if any)	An open ended debt scheme predominantly investing in floating rate instruments (including fixed rate instruments converted to floating rate exposures using swaps/derivatives). A relatively high interest rate risk and moderate credit risk
Annualised Portfolio YTM* :	8.05%
Macaulay Duration	0.99 Years
Residual Maturity	6.87 Years
As on (Date)	Sep 30, 2023

YTM Disclaimer:	Portfolio Information
Scheme Name :	ICICI Prudential Corporate Bond Fund
Description (if any)	An open ended debt scheme predominantly investing in AA+ and above rated corporate bonds. A relatively high interest rate risk and moderate credit risk
Annualised Portfolio YTM* :	7.84%
Macaulay Duration	1.83 Years
Residual Maturity	3.79 Years
As on (Date)	Sep 30, 2023

As per AMFI Best Practices Guidelines Circular No. AMFI/35P/MEM-COR/72/2022-23 dated December 31, 2022 on Standard format for disclosure of portfolio YTM for debt schemes. Yield of the instrument is disclosed on annualized basis as provided by Valuation agencies. *in case of semi-annual YTM it will be annualized



YTM disclaimers

YTM Disclaimer:	Portfolio Information
Scheme Name :	ICICI Prudential Short Term Fund
Description (if any)	An open ended short term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 1 Year and 3 Years. A relatively high interest rate risk and moderate credit risk
Annualised Portfolio YTM* :	7.87%
Macaulay Duration	2.14 Years
Residual Maturity	4.60 Years
As on (Date)	Sep 30, 2023
YTM Disclaimer:	Portfolio Information
Scheme Name :	ICICI Prudential Banking & PSU Debt Fund
Description (if any)	An open ended debt scheme predominantly investing in Debt instruments of banks, Public Sector Undertakings, Public Financial Institutions and Municipal bonds. A relatively high interest rate risk and moderate credit risk
Annualised Portfolio YTM* :	7.74%
Macaulay Duration	2.14 Years
Residual Maturity	4.31 Years
As on (Date)	Sep 30, 2023
YTM Disclaimer:	Portfolio Information
Scheme Name :	ICICI Prudential Medium Term Bond Fund
Description (if any)	An Open Ended medium term debt scheme investing in instruments such that the Macaulay duration of the portfolio is between 3 Years and 4 Years. The Macaulay duration of the portfolio is 1 Year to 4 years under anticipated adverse situation. A relatively high interest rate risk and moderate credit risk
Annualised Portfolio YTM* :	8.23%
Macaulay Duration	3.12 Years
Residual Maturity	4.86 Years
As on (Date)	Sep 30, 2023

As per AMFI Best Practices Guidelines Circular No. AMFI/35P/MEM-COR/72/2022-23 dated December 31, 2022 on Standard format for disclosure of portfolio YTM for debt schemes. Yield of the instrument is disclosed on annualized basis as provided by Valuation agencies. *in case of semi-annual YTM it will be annualized



YTM disclaimers

YTM Disclaimer:	Portfolio Information
Scheme Name :	ICICI Prudential All Seasons Bond Fund
Description (if any)	An open ended dynamic debt scheme investing across duration. A relatively high interest rate risk and moderate credit risk
Annualised Portfolio YTM* :	7.99%
Macaulay Duration	2.81 Years
Residual Maturity	4.86 Years
As on (Date)	Sep 30, 2023

YTM Disclaimer:	Portfolio Information
Scheme Name :	ICICI Prudential Bond Fund
Description (if any)	An open ended medium to long term debt scheme Investing in instruments such that the Macaulay duration of the portfolio is between 4 Years and 7 years. The Macaulay duration of the portfolio is 1 Year to 7 years under anticipated adverse situation. A relatively high interest rate risk and moderate credit risk
Annualised Portfolio YTM* :	7.58%
Macaulay Duration	4.16 Years
Residual Maturity	6.87 Years
As on (Date)	Sep 30, 2023

As per AMFI Best Practices Guidelines Circular No. AMFI/35P/MEM-COR/72/2022-23 dated December 31, 2022 on Standard format for disclosure of portfolio YTM for debt schemes. Yield of the instrument is disclosed on annualized basis as provided by Valuation agencies. *in case of semi-annual YTM it will be annualized



YTM disclaimers

YTM Disclaimer:	Portfolio Information
Scheme Name :	ICICI Prudential Long Term Bond Fund
Description (if any)	An open-ended debt scheme investing in instruments such that the Macaulay duration of the portfolio is greater than 7 Years. A relatively high interest rate risk and relatively low credit risk
Annualised Portfolio YTM* :	7.52%
Macaulay Duration	7.53 Years
Residual Maturity	11.28 Years
As on (Date)	Sep 30, 2023

YTM Disclaimer:	Portfolio Information
Scheme Name :	ICICI Prudential Gilt Fund
Description (if any)	An open ended debt scheme investing in government securities across maturity. A relatively high interest rate risk and relatively low credit risk
Annualised Portfolio YTM* :	7.49%
Macaulay Duration	1.79 Years
Residual Maturity	5.52 Years
As on (Date)	Sep 30, 2023

As per AMFI Best Practices Guidelines Circular No. AMFI/35P/MEM-COR/72/2022-23 dated December 31, 2022 on Standard format for disclosure of portfolio YTM for debt schemes. Yield of the instrument is disclosed on annualized basis as provided by Valuation agencies. *in case of semi-annual YTM it will be annualized



Potential Risk Class Matrix

Sr No	Scheme Name	Position in the Matrix																					
1	ICICI Prudential Medium Term Bond Fund	<table><tr><th colspan="4">Potential Risk Class</th></tr><tr><th>Credit Risk→</th><th rowspan="2">Relatively Low (Class A)</th><th rowspan="2">Moderate (Class B)</th><th rowspan="2">Relatively High (Class C)</th></tr><tr><th>Interest Rate Risk ↓</th></tr><tr><td>Relatively Low (Class I)</td><td></td><td></td><td></td></tr><tr><td>Moderate (Class II)</td><td></td><td></td><td></td></tr><tr><td>Relatively High (Class III)</td><td></td><td>B-III</td><td></td></tr></table>	Potential Risk Class				Credit Risk→	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)	Interest Rate Risk ↓	Relatively Low (Class I)				Moderate (Class II)				Relatively High (Class III)		B-III	
Potential Risk Class																							
Credit Risk→	Relatively Low (Class A)		Moderate (Class B)	Relatively High (Class C)																			
Interest Rate Risk ↓																							
Relatively Low (Class I)																							
Moderate (Class II)																							
Relatively High (Class III)			B-III																				
2	ICICI Prudential All Seasons Bond Fund																						
3	ICICI Prudential Savings Fund																						
4	ICICI Prudential Floating Interest Fund																						
5	ICICI Prudential Corporate Bond Fund																						
6	ICICI Prudential Banking & PSU Debt Fund																						
7	ICICI Prudential Short Term Fund																						
8	ICICI Prudential Bond Fund																						
9	ICICI Prudential Long Term Bond Fund	<table><tr><th colspan="4">Potential Risk Class</th></tr><tr><th>Credit Risk→</th><th rowspan="2">Relatively Low (Class A)</th><th rowspan="2">Moderate (Class B)</th><th rowspan="2">Relatively High (Class C)</th></tr><tr><th>Interest Rate Risk ↓</th></tr><tr><td>Relatively Low (Class I)</td><td></td><td></td><td></td></tr><tr><td>Moderate (Class II)</td><td></td><td></td><td></td></tr><tr><td>Relatively High (Class III)</td><td>A-III</td><td></td><td></td></tr></table>	Potential Risk Class				Credit Risk→	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)	Interest Rate Risk ↓	Relatively Low (Class I)				Moderate (Class II)				Relatively High (Class III)	A-III		
Potential Risk Class																							
Credit Risk→	Relatively Low (Class A)		Moderate (Class B)	Relatively High (Class C)																			
Interest Rate Risk ↓																							
Relatively Low (Class I)																							
Moderate (Class II)																							
Relatively High (Class III)	A-III																						
10	ICICI Prudential Gilt Fund																						
11	ICICI Prudential Ultra Short Term Fund	<table><tr><th colspan="4">Potential Risk Class</th></tr><tr><th>Credit Risk→</th><th rowspan="2">Relatively Low (Class A)</th><th rowspan="2">Moderate (Class B)</th><th rowspan="2">Relatively High (Class C)</th></tr><tr><th>Interest Rate Risk ↓</th></tr><tr><td>Relatively Low (Class I)</td><td></td><td></td><td></td></tr><tr><td>Moderate (Class II)</td><td></td><td>B-II</td><td></td></tr><tr><td>Relatively High (Class III)</td><td></td><td></td><td></td></tr></table>	Potential Risk Class				Credit Risk→	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)	Interest Rate Risk ↓	Relatively Low (Class I)				Moderate (Class II)		B-II		Relatively High (Class III)			
Potential Risk Class																							
Credit Risk→	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)																				
Interest Rate Risk ↓																							
Relatively Low (Class I)																							
Moderate (Class II)		B-II																					
Relatively High (Class III)																							

Disclaimer: The potential risk class (PRC) matrix based on interest rate risk and credit risk, is as above:



Potential Risk Class Matrix

Sr No	Scheme Name	Position in the Matrix																					
12	ICICI Prudential Overnight Fund	<table><tr><th colspan="4">Potential Risk Class</th></tr><tr><th>Credit Risk→</th><th rowspan="2">Relatively Low (Class A)</th><th rowspan="2">Moderate (Class B)</th><th rowspan="2">Relatively High (Class C)</th></tr><tr><th>Interest Rate Risk ↓</th></tr><tr><td>Relatively Low (Class I)</td><td>A-I</td><td></td><td></td></tr><tr><td>Moderate (Class II)</td><td></td><td></td><td></td></tr><tr><td>Relatively High (Class III)</td><td></td><td></td><td></td></tr></table>	Potential Risk Class				Credit Risk→	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)	Interest Rate Risk ↓	Relatively Low (Class I)	A-I			Moderate (Class II)				Relatively High (Class III)			
Potential Risk Class																							
Credit Risk→	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)																				
Interest Rate Risk ↓																							
Relatively Low (Class I)	A-I																						
Moderate (Class II)																							
Relatively High (Class III)																							
13	ICICI Prudential Liquid Fund	<table><tr><th colspan="4">Potential Risk Class</th></tr><tr><th>Credit Risk→</th><th rowspan="2">Relatively Low (Class A)</th><th rowspan="2">Moderate (Class B)</th><th rowspan="2">Relatively High (Class C)</th></tr><tr><th>Interest Rate Risk ↓</th></tr><tr><td>Relatively Low (Class I)</td><td></td><td>B-I</td><td></td></tr><tr><td>Moderate (Class II)</td><td></td><td></td><td></td></tr><tr><td>Relatively High (Class III)</td><td></td><td></td><td></td></tr></table>	Potential Risk Class				Credit Risk→	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)	Interest Rate Risk ↓	Relatively Low (Class I)		B-I		Moderate (Class II)				Relatively High (Class III)			
Potential Risk Class																							
Credit Risk→	Relatively Low (Class A)		Moderate (Class B)	Relatively High (Class C)																			
Interest Rate Risk ↓																							
Relatively Low (Class I)		B-I																					
Moderate (Class II)																							
Relatively High (Class III)																							
14	ICICI Prudential Money Market Fund																						
15	ICICI Prudential Credit Risk Fund	<table><tr><th colspan="4">Potential Risk Class</th></tr><tr><th>Credit Risk→</th><th rowspan="2">Relatively Low (Class A)</th><th rowspan="2">Moderate (Class B)</th><th rowspan="2">Relatively High (Class C)</th></tr><tr><th>Interest Rate Risk ↓</th></tr><tr><td>Relatively Low (Class I)</td><td></td><td></td><td></td></tr><tr><td>Moderate (Class II)</td><td></td><td></td><td></td></tr><tr><td>Relatively High (Class III)</td><td></td><td></td><td>C-III</td></tr></table>	Potential Risk Class				Credit Risk→	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)	Interest Rate Risk ↓	Relatively Low (Class I)				Moderate (Class II)				Relatively High (Class III)			C-III
Potential Risk Class																							
Credit Risk→	Relatively Low (Class A)	Moderate (Class B)	Relatively High (Class C)																				
Interest Rate Risk ↓																							
Relatively Low (Class I)																							
Moderate (Class II)																							
Relatively High (Class III)			C-III																				

Disclaimer: The potential risk class (PRC) matrix based on interest rate risk and credit risk, is as above:



Mutual Fund investments are subject to market risks, read all scheme related documents carefully.

ICICI Prudential Freedom SIP (the Facility) including the default monthly SWP payouts do not guarantee, assure, promise or indicate fixed returns/performance of any schemes of ICICI Prudential Mutual Fund or under SIP or of the withdrawal under the Facility. The Facility is an optional feature that allows initial monthly investments through SIP in the source scheme, switch to target scheme after a pre-defined tenure and then monthly SWP from the target scheme. The SWP will be processed either till Dec 2099 or till the units are available in the target scheme, whichever is earlier. The default monthly SWP payout amounts indicates the likely amount that can be withdrawn. Please read the terms and conditions in the application form before investing or visit www.iciciprumpf.com. ICICI Prudential Booster Systematic Transfer Plan ("Booster STP") is a facility wherein unit holder(s) can opt to transfer variable amount(s) from designated open ended Scheme(s) of the Fund [hereinafter referred to as "Source Scheme"] to the designated open-ended Scheme(s) of the Fund [hereinafter referred to as "Target Scheme"] at defined intervals. The Unitholder would be required to provide a Base Installment Amount that is intended to be transferred to the Target Scheme. The variable amount(s) or actual amount(s) of transfer to the Target Scheme will be linked to the Equity Valuation Index (hereinafter referred to as EVI). Equity Valuation Index (EVI) is a proprietary model of ICICI Prudential AMC Ltd. (the AMC) used for assessing overall equity market valuations. The AMC may also use this model for other facilities/features offered by the AMC

All figures and other data given in this document are dated as of September 30, 2023 unless stated otherwise. The same may or may not be relevant at a future date. The information shall not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent of ICICI Prudential Asset Management Company Limited (the AMC). Prospective investors are advised to consult their own legal, tax and financial advisors to determine possible tax, legal and other financial implication or consequence of subscribing to the units of ICICI Prudential Mutual Fund

Disclaimer: In the preparation of the material contained in this document, the AMC has used information that is publicly available, including information developed in-house. Some of the material(s) used in the document may have been obtained from members/persons other than the AMC and/or its affiliates and which may have been made available to the AMC and/or to its affiliates. Information gathered and material used in this document is believed to be from reliable sources. The AMC however does not warrant the accuracy, reasonableness and / or completeness of any information. We have included statements / opinions / recommendations in this document, which contain words, or phrases such as "will", "expect", "should", "believe" and similar expressions or variations of such expressions, that are "forward looking statements". Actual results may differ materially from those suggested by the forward looking statements due to risk or uncertainties associated with our expectations with respect to, but not limited to, exposure to market risks, general economic and political conditions in India and other countries globally, which have an impact on our services and / or investments, the monetary and interest policies of India, inflation, deflation, unanticipated turbulence in interest rates, foreign exchange rates, equity prices or other rates or prices etc. ICICI Prudential Asset Management Company Limited (including its affiliates), the Mutual Fund, The Trust and any of its officers, directors, personnel and employees, shall not be liable for any loss, damage of any nature, including but not limited to direct, indirect, punitive, special, exemplary, consequential, as also any loss of profit in any way arising from the use of this material in any manner. Further, the information contained herein should not be construed as forecast or promise. The recipient alone shall be fully responsible/are liable for any decision taken on this material

The information contained herein is solely for private circulation for reading/understanding of registered Mutual Fund Advisors/ Distributors and should not be circulated to investors/prospective investors.